

MINUTES of a meeting of the **CABINET MEMBER – ADULT CARE** held on 6 September 2018 at County Hall, Matlock.

PRESENT

Councillor J Wharmby (in the Chair)

Also in attendance were Councillors C Dale, W Major and Mrs J Twigg

30/18 **MINUTES RESOLVED** that the minutes of the meeting held on 26 July 2018 be confirmed as a correct record and signed by the Cabinet Member.

31/18 **2018-19 REVENUE BUDGET MONITORING ADULT CARE PORTFOLIO – PERIOD 3 (To 30 June 2018)** The Cabinet Member was provided with an update of the Adult Care Portfolio Revenue Budget position for 2018-19 up to the end of June (period 3).

The Revenue Budget Monitoring Statement prepared at period 3 indicated that there was a projected year end underspend of £1.441m (this was based on the assumption that the £8.889m balance on the Improved Better Care Fund would be fully spent within the current financial year). There were no one-off funding items in this year's budget. The significant areas which made up this projection were shown in the table below:

	Controllable Budget	Full Year Forecast	Forecast (Under)/Over Spend
	£m	£m	£m
Strategic Director	4.191	0.542	(3.649)
Purchased Services - including Prevention & Personalisation and Direct Care (See note 1)	223.155	227.698	4.543
Commissioning and Performance	17.720	15.385	(2.335)
Total	245.066	243.625	(1.441)

Budget savings totalling £4.973m were allocated for the year, with a brought forward figure from 2017-18 of £1.122m, giving an overall target of £6.095m. Savings achieved up to the period end totalled £3.883m and it was

expected that the full target would be achieved within the financial year. The table below shows performance against the savings identified.

Budget Saving Target	Budget Reduction Amount £m	Achieved To Date £m	Balance to Be Achieved £m
Consolidate Block Contracts	0.200	0.123	0.077
Reduction in Commissioning & Performance Staffing	0.200	0.135	0.065
Demand Management	2.500	0.625	1.875
Use of improved Better Care Fund to Support Adult Care	3.000	3.000	0.000
Unidentified	0.195	0.000	0.195
Total Budget Savings	6.095	3.883	2.212

The main budget growth items included in the 2018-19 budget were:

	Amount £m
Adult Social Care Precept	5.297
Improved Better Care Fund	6.687
Residential Care Home Fees	6.000
Pay Award	2.272
Total Growth Items	20.256

This additional funding had been earmarked to cover additional commitments including the pay award, independent sector fee increases, demographic growth, additional costs associated with the reduction in hospital discharge delays and pressures associated with health budget saving initiatives (reduction in Continuing Health Care, Transforming Care Programme and reduced LD Short term residential provision).

Earmarked reserves totalling £12.625m were currently held to support future expenditure. Details of these reserves were shown below:

	Amount £m
Replacement ICT System	0.250
Healthy Homes	0.097
Older People's Housing Strategy	12.278
Total Earmarked Reserves	12.625

RESOLVED to note the position with the 2018-19 Revenue Budget.

32/18 REVENUE OUTTURN 2017-18 ADULT CARE The Cabinet Member was informed of the final revenue outturn position for 2017-17 for the Adult Care Portfolio.

The report also identified significant variations in expenditure from the budget and assessed the impact of growth items built into the budget as well as the impact of the 2017-18 outturn on future years and any action proposed.

The Cabinet member was also asked to note the balance on reserves and their revised uses and the use of the 2017/18 underspend.

Attached as Appendix 1 to the joint report was a statement setting out the final outturn position for 2017-18. Net controllable expenditure was £216.059m compared to a budget of £224.405m, resulting in a controllable underspend of £8.346m.

However, one-off items decreased the underlying underspend for 2017-18 as follows:

	£m
Final Underspend	(8.346)
Add back One-Off Funding of Voluntary Organisations:	
From reserves	1.633
From Public Health	0.602
Underlying Underspend	(6.111)

Details were given of the main variances and growth items highlighted

A detailed analysis of the earmarked reserves was given in the report, which had been reviewed.

Details were given on the savings achieved in 2017-18 and totalled £15.908 m.

The start of year projection for the 2018-19 position was as follows:

	£m
Underlying underspend from 2017-18	(6.111)
Savings Target 2018-19	6.095
Total Budget Pressures	(0.016)
Actions already identified (see below)	(5.900)
Underlying Budget Position	(5.916)

The Cabinet member was informed of the action to be taken to deal with the Budget Pressures for 2018-19 with total savings of £5.900m identified

Work was already being undertaken to identify further savings for 2019-2020 to 2022-22 with the aim that all budget savings targets would be fully met for those financial year onwards. Any new proposals would be the subject of future cabinet reports.

RESOLVED (1) to note the report;

(2) to note the use of the earmarked reserves; and

(3) to note the use of 2017/18 underspends.