

DERBYSHIRE COUNTY COUNCIL

CABINET MEMBER, HEALTH AND COMMUNITIES

7 September 2017

**Report of the Strategic Director for Economy, Transport and
Communities, Strategic Director for Adult Care, Strategic Director for
Corporate Resources and Director of Finance & ICT**

REVENUE OUTTURN 2016-2017

1. Purpose of the Report

To report the final revenue outturn position for 2016-17 and to identify significant variations in expenditure from the budget.

2. Information and Analysis

2.1 Summary

Attached as Appendix 1 to this report is a statement setting out the final outturn position for 2016-17. The gross controllable budget was £49.915m and the controllable underspend was £5.043m. This includes an underspend of £4.634m against the ring-fenced Public Health budget. After transferring this to the Public Health Reserve, the Portfolio's net underspend is £0.409m.

The areas which make up this total underspend are shown in the table below:-

| HEALTH AND COMMUNITIES PORTFOLIO | | | |
|---|---------------------------------------|---------------------------------------|---------------------------------|
| OUTTURN 2016-17 | | | |
| DIVISION | CONTROLLABLE BUDGET £m | CONTROLLABLE ACTUAL £m | (UNDER)/ OVER £m |
| PUBLIC HEALTH | 0.296 | (4.338) | (4.634) |
| | | | |
| COMMUNITIES | | | |
| Community Safety | 1.120 | 1.010 | (0.110) |
| Emergency Planning | 0.406 | 0.401 | (0.005) |
| Trading Standards | 1.409 | 1.325 | (0.084) |
| Derbyshire Sport | 0.172 | 0.172 | 0.000 |
| TOTAL COMMUNITIES | 3.107 | 2.908 | (0.199) |
| | | | |
| Coroners | 1.440 | 1.422 | (0.018) |
| Registrars | (0.373) | (0.565) | (0.192) |
| | | | |
| TOTAL FOR PORTFOLIO | 4.470 | (0.573) | (5.043) |

2.2 Key variances

Public Health – underspend £4.634m

A large proportion of the underspend has been generated from activity-based contracts which have not met anticipated levels of service during the financial year.

The whole underspend has been transferred into the Public Health Reserve. However £3.547m of the reserve is committed to fund set-up costs associated with the new Live Life Better Derbyshire Service as well as continuing to fund investment in Prevention work which was approved by Cabinet on 20 September 2016 and Public Health related work within the remainder of the Health and Communities portfolio.

A further proportion of the Public Health reserve will be used to meet the Public Health Division restructure costs and pay protection arrangements for two years (as per DCC policy) of those staff who are adversely affected following the new structure being implemented.

It is proposed (subject to Cabinet approval) that £0.5m of the Public Health reserve will be used to implement a comprehensive programme of sports and physical activity grant schemes being rolled out across the County. This will leave the Public Health reserve exhausted.

The Ring-Fenced Grant is expected to be reduced in both 2018-19 and 2019-20 by £1.082m and £1.054m respectively. Based on current budgeted spend this will leave the Public Health budget over-committed in excess of £1m by 2019-20. Therefore it is intended to use the non-recurrent monies in reserve over 2018-19 and 2019-20 to enable the Public Health Department to mitigate the effect of the cuts on the budget over an extended period of time to reduce the immediate impact of more drastic reductions in Public Health Services.

Key areas of underspend were:-

| £m | reason |
|-------|---|
| 1.111 | Contribution to existing commitments to Prevention work and to support Public Health related interventions within the remainder of the Health and Communities portfolio |
| 0.954 | Lower than anticipated costs for Tariff based Services within the Integrated Sexual Health Contract |
| 0.733 | Lower than anticipated costs for Accredited Services within the Integrated Wellbeing Contract |
| 0.720 | Lower than anticipated costs on the Substance Misuse Inpatient Detox, Drug Prescribing, Prevention, Residential Rehab Treatment and Shared Care budgets |
| 0.329 | Lower than anticipated costs for uptake of Health Checks within Derbyshire |
| 0.228 | Vacancy control |
| 0.179 | Lower than anticipated costs on Children's Public Health budgets |
| 0.126 | Lower than anticipated costs on Tobacco Control budget |

Registrars Service – underspend £0.192m

The underspend is due to the over recovery of income for the various Registrar fees and charges.

Community Safety – underspend £0.110m

The underspend is largely due to vacancy control and will assist with restructures which will help to deliver budget savings.

Trading Standards – underspend £0.084m

The underspend is largely due to vacancy control and will assist with restructures which will help to deliver budget savings.

2.3 Budget Savings

Budget savings totaling £0.455m were agreed by Full Council as part of the approval of the 2016-17 budget. A table showing performance against target is attached as Appendix 2.

3. Other Considerations

In preparing this report the relevance of the following factors has been considered: financial, legal and human rights, human resources, equality and diversity, health, environmental, transport, property, and prevention of crime and disorder considerations.

4. Key Decision

No.

5. Call-in

Is it required that call-in be waived in respect of decisions proposed in the report? No

6. Background Papers

Files and reports held by Economy, Transport and Communities, Adult Care and Corporate Accountancy sections.

Public Health Prevention Fund Investment – Cabinet 20 September 2016.

Prioritisation of Public Health Grant Investment – Cabinet 15 March 2016.

7. Officers' Recommendation

- 7.1 That the Cabinet Member notes the revenue outturn position for 2016-17.

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Strategic Director – Economy,
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Strategic Director – Adult Care

Judith Greenhalgh
Strategic Director – Corporate
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APPENDIX 1

| HEALTH AND COMMUNITIES PORTFOLIO OUTTURN 2016-17 | | | | | |
|---|---|----------------------------------|--|-----------------|---------------------------------------|
| DIVISION | 2016-17 GROSS CONTROLLABLE BUDGET £ | 2016-17 INCOME BUDGET £ | 2016-17 CONTROLLABLE NET BUDGET £ | ACTUAL £ | CONTROLLABLE (UNDER)/ OVER £ |
| PUBLIC HEALTH | 43,161,607 | -42,866,000 | 295,607 | -4,338,645 | -4,634,252 |
| COMMUNITY SAFETY | 1,813,517 | -693,539 | 1,119,978 | 1,010,295 | -109,683 |
| EMERGENCY PLANNING | 677,243 | -271,000 | 406,243 | 401,401 | -4,842 |
| TRADING STANDARDS | 1,520,210 | -110,963 | 1,409,247 | 1,325,400 | -83,847 |
| DERBYSHIRE SPORT | 171,684 | 0 | 171,684 | 171,684 | 0 |
| CORONERS | 1,880,254 | -440,503 | 1,439,751 | 1,421,920 | -17,831 |
| REGISTRARS | 690,865 | -1,063,232 | -372,367 | -565,262 | -192,895 |
| TOTAL | 49,915,380 | -45,445,237 | 4,470,143 | -573,207 | -5,043,350 |

Net Underspend excluding Public Health

-409,098

APPENDIX 2

| Health and Communities Portfolio Budget Savings 2016-17 | | | Budget Savings target £m | Achieved Amount £m | Outstanding Amount £m |
|---|--|--|-----------------------------|-----------------------|--------------------------|
| | | | | | |
| Emergency Planning | | | | | |
| Staffing Review | | | 0.036 | 0.036 | 0.000 |
| Community Safety | | | | | |
| Staffing re organisation | | | 0.061 | 0.061 | 0.000 |
| Community Safety Project Fund | | | 0.085 | 0.085 | 0.000 |
| Trading Standards | | | | | |
| Restructuring of the service | | | 0.128 | 0.000 | 0.128 |
| Registrars | | | | | |
| Increase in charges | | | 0.145 | 0.145 | 0.000 |
| TOTAL | | | 0.455 | 0.327 | 0.128 |