

DERBYSHIRE COUNTY COUNCIL

Meeting with Cabinet Member, Health and Communities

09 September 2014

Report of the Strategic Director, Health and Communities, the Strategic Director, CAYA and the Director of Finance

REVENUE OUTTURN 2013-14

1. Purpose of the Report:

To report the final revenue outturn position for 2013-14, to identify significant variations from the budget and to make proposals for the use of any underspends.

2. Information and Analysis:

2.1 Summary

Attached as Appendix 1 to this report is a statement setting out the final outturn position for 2013-14. The gross controllable budget was £59.202m and the controllable underspend was £6.122m. This includes an underspend of £4.561m against the ring-fenced Public Health budget of £36.443m.

2.2 Key variances

Public Health underspend £4.561m

The key areas of underspend were £2.157 to meet contingencies arising from the transfer of functions, £0.630m on the Ageing Well budget, £0.624m on staffing vacancies, £0.369m on the Sexual Health budget, £0.337m on Primary Prevention (Nutrition, Obesity) budgets and £0.194m on Children's (5-19 years) Public Health budget. After commitments the underspend at year-end has been transferred into the newly created Public Health Resource Fund which was approved by Cabinet in December 2013.

Community Safety underspend £0.451m

The main element of the underspend relates to the project fund £0.407m. Within this, projects totalling £0.221m have been committed and are on-going at the end of the financial year.

Youth Offending underspend £0.145m

The main items underspending are salaries, due to vacancies and staff on long term sick, a project & activities budget and premises costs.

When Young People are held on remand or in custody, as of this year the Government class them as “being in care”. This places certain responsibilities on Local Authorities for which additional money was allocated. The money allocated is used to buy back bed places from the Youth Justice Board who place these Young People in appropriate places. The cost per bed per night varies widely depending on perceived requirements but can cost hundreds of pounds. The net cost to the authority of this activity was £0.053m.

Cultural and Communities

underspend £0.929m

The key area of underspend relates to vacancies which have been held to help achieve future savings targets in 2014-15.

2.3 Proposals for the use of Underspends

The commitments against the underspend which have already been approved by Cabinet/Cabco total £0.507m and are listed in Appendix 2. There are also 2 new bids totalling £0.725m as set out below:-

- i) Upgrade of Broadband in Libraries £0.300m
33 Libraries have Broadband speeds of under 2mb and this will facilitate a programme to upgrade and provide training support for Library Assistants to users.
- ii) Buy-out of Mobile Library vehicle leases £0.425m
The fleet of 10 Mobile Library vehicles were acquired through capital borrowing and paying off the lease costs will allow the Council to realise savings more quickly.

2.4 Return to General Reserves

Once the commitments and bids are accounted for, there is a transfer to general reserves of £0.567m. The position is summarised in appendix 2.

2.5 Earmarked Reserves

The department's earmarked reserves, totalling £7.130m, are listed in Appendix 3.

Public Health Resource Fund

£4.323m

Generated by underspends against the ring-fenced Public Health Grant in 2013-14, it is envisaged that this fund will give financial support for Council wide preventative programmes in order to minimise impacts on the health and wellbeing of local people. It should be noted that this resource must be deployed within the terms of the ring-fenced Public Health Grant.

Public Health Section 256 monies – Substance Misuse £0.753m

This reserve was generated in April 2013 following an agreement between the old Derbyshire County Primary Care Trust and Derbyshire County Council. Both parties agreed that accumulated underspends on the Substance Misuse budget from previous years could be carried forward to make targeted investments in non-recurrent initiatives.

Public Health Externally Funded Projects £0.076m

This reserve was generated in April 2013 following the transition of Public Health functions to Derbyshire County Council. It represents balances of funding for Public Health projects and initiatives from organisations outside of the NHS.

Emergency Planning £0.078m

Emergency Planning work relating to reservoirs which is funded by a Department for Environment, Food & Affairs (DEFRA) grant.

Derbyshire Sport £1.176m

These funds relate to the Derbyshire Sports Partnership generated mainly from grants. They will be utilised to provide sports projects and contribute towards the running costs of the partnership. The County Council is the accountable body for this budget on behalf of the partnership.

Cultural and Communities £ 0.724m

PSA1 Reward grant (£0.208m)

Part of this will be required for furniture and equipment for the new Heanor Library opening in March 2015; for example, new self-service terminals. This reserve is the only source of funding to pay for other library refurbishments and improvement work to library buildings.

Picture the Past reserve (£0.115m)

This is a partnership project for which the Council holds funds as the accountable body.

‘Made in Derbyshire’ programme (£0.136m)

This reserve is to be used for the 2015 programme to promote the county’s heritage to further local economic growth.

Libraries Computer reserve (£0.066m)

A replacement plan is currently being developed and this reserve will fund the replacement of a range of ICT equipment for public use.

Other reserves (£0.199m)

There are a number of other reserves, including Community Arts projects, Trusted Trader, Schools Library Service and County Records.

3. Background Papers:

Files and reports held by the Director of Finance in room 151 County Hall.

4. Other considerations:

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

5. Key Decision:

No

6. Call-in:

Is it required that call-in be waived for any decision on this report?

No

7. Background Papers:

None

8. Officers' Recommendations:

4.1 To note the revenue outturn position for 2013-14.

4.2 To approve the use of underspends to meet the commitments outlined in the report.

4.3 To approve new bids requested for the use of underspends.

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Peter Handford
Director of Finance

HEALTH AND COMMUNITIES PORTFOLIO

APPENDIX 1

SUMMARY OUTTURN POSITION 2013-14

| | Gross Controllable Budget 2013/14 | Income Budget 2013/14 | Controllable Net Budget 2013/14 | Actual | Controllable (Under)/Over |
|--------------------------|--|-----------------------------|---------------------------------------|----------------------|------------------------------|
| DIVISION | £m | £m | £m | £m | £m |
| Public Health | 36.443 | (36.443) | 0.000 | (4.561) | (4.561) |
| Cultural and Communities | 14.756 | (1.230) | 13.526 | 12.597 | (0.929) |
| Youth Offending | 2.951 | (1.166) | 1.784 | 1.639 | (0.145) |
| Derbyshire Sport | 2.609 | (2.253) | 0.356 | 0.356 | 0.000 |
| Community Safety | 1.668 | (0.020) | 1.648 | 1.197 | (0.451) |
| Emergency Planning | 0.775 | (0.297) | 0.479 | 0.443 | (0.036) |
| Total | <u>59.202</u> | <u>(41.409)</u> | <u>17.793</u> | <u>11.671</u> | <u>(6.122)</u> |

HEALTH AND COMMUNITIES PORTFOLIO

APPENDIX 2

Summary position

| | £m | £m |
|----------------|----|-------|
| Net underspend | | 6.122 |

Less:

Commitments

Public Health

| | | |
|---|--------------|---------------------------|
| Breastfeeding Peer Support | 0.052 | Cabinet 30/07/13 |
| Heart of Derbyshire Healthy Eating campaign | 0.028 | Cabinet 30/07/13 |
| Healthy Workplaces | 0.046 | Cabinet 30/07/13 |
| Illicit Tobacco Enforcement Work | 0.018 | Cabinet 30/07/13 |
| Affordable Warmth for Older People | <u>0.094</u> | 0.238 Cabinet 30/07/13 |

Community Safety

| | | |
|---|--------------|-------------------------------------|
| Clean ups/Graffiti removal | 0.019 | Health & Communities cabco 21/01/14 |
| Street Lighting | 0.077 | Health & Communities cabco 21/01/14 |
| ASB Creative Educational Programme | 0.011 | Health & Communities cabco 10/09/13 |
| Belper Drop Inn Centre/Safe Rave | 0.014 | Cabinet 30/07/13 |
| Burglar Alarms for Victims project | 0.005 | Cabinet 30/07/13 |
| Prevent Violent Extremism | 0.020 | Health & Communities cabco 21/01/14 |
| Domestic Violence-Voluntary Perpetrator programme | <u>0.075</u> | 0.221 Cabinet 26/03/13 |

Youth Offending

| | |
|--------------------------|-------|
| Substance misuse project | 0.018 |
|--------------------------|-------|

Cultural and Communities

| | | |
|------------------------------|-------|----------------------|
| Heanor Library refurbishment | 0.030 | Cabinet 30 July 2013 |
|------------------------------|-------|----------------------|

Bids for use of underspends

Cultural and Communities

Upgrade of Broadband in Libraries

0.300

Buy-out of Mobile Library vehicle leases

0.425

0.725

Transfers to Reserve

Public Health

Transfer to Public Health Resource Fund

4.323

Transfer to General Reserve

0.567

HEALTH AND COMMUNITIES PORTFOLIO

APPENDIX 3

RESERVES

| | £m | £m |
|---|--------------|---------------------|
| Public Health | | |
| Public Health Resource Fund | 4.323 | |
| Section 256 | 0.753 | |
| Externally Funded Programmes | <u>0.076</u> | 5.152 |
| Emergency Planning | | |
| Work relating to Reservoirs funded by DEFRA grant | | 0.078 |
| Derbyshire Sport | | |
| Derbyshire Sport Partnerships | | 1.176 |
| Cultural and Communities | | |
| PSA1 reward grant | 0.208 | |
| Picture the Past | 0.115 | |
| 'Made in Derbyshire' programme | 0.136 | |
| Libraries Computer Reserve | 0.066 | |
| Other Reserves | <u>0.199</u> | 0.724 |
| Total | | <u>7.130</u> |