



DERBY CITY COUNCIL

ADULT SERVICES AND HEALTH COMMISSION 22 January 2007

Report of the Director of Corporate and Adult Social Services

Draft Revenue Budget 2007/08 to 2009/10

RECOMMENDATION

1. That the members consider and comment on the Draft Revenue Budget 2007/08 – 2009/10 that falls within the remit of the Adult Services and Health Commission.

SUPPORTING INFORMATION

- 2.1 Details of the Draft Revenue Budget for 2007/08 to 2009/2010 were released for consultation following the “Lets Talk Budget” presentation by the Council Leader on 9 January 2007.
- 2.2 The draft budget under the Adult Services portfolio covers:
 - Corporate and Adult Social Services – Adult Services
 - Children and Young People - Adult Services and Youth Service the locality Service division
 - Resources and Housing – Housing and Advice Supporting People budget
- 2.3 The draft revenue budget document circulated separately should be used alongside this report in considering the budget. The document splits the Adult Social Services budget into three service areas which include older people, disabled adults of working age with learning disabilities or mental ill health and the planning and support services. The proposed cash limit for Adult Social Services for 2007/08 is **£46.792m**. With income from service users, NHS funding and other special grants, the department manages a gross budget of £69.703m. A more detailed breakdown of the Adult Social Services budget is attached in appendix 2.
- 2.4 Major pressures on the Adult Social Services budget come from the corporate policy requiring efficiency savings of 10% over three years of which 3.5% are required in the 2007/08 and home care provision. There are also pressures from the No Board scheme, increased Direct Payments and new placements for people with physical disabilities (p119).

- 2.5 The proposals to achieve 3.5% savings and fund additional pressures include amongst others, introduction of care package cost sharing with service user where the cost for home care is greater than residential placement, increased charges on meals on wheels and day centre provision, outsourcing home care to the independent sector and transfer of budgets for long term older people's residential and nursing services where demand is falling to help fund increase in home care.
- 2.6 The Youth Services provides core services and specialist services mainly to young people in the 13-19 age range. The proposed cash limit for the Youth Service for 2007/08 is £1.385m. The 3.5% saving requirement will have an impact on one full time post, development funds and repair and maintenance budgets (p125).
- 2.7 The Adult Learning Service provides learning programmes in response to local and regional priorities in partnership with the Learning and Skills Council (LSC). This service is fully self sustaining through funding from the LSC.
- 2.8 The budget consultation document seeks comments on the proposed budget (page 3). It specifically asks views on:
- Savings for each service area
 - Development proposals; and
 - Whether the additional pressures should be supported or funded
- 2.9 Members are asked to consider the budget proposals within this Commission's portfolio and give their comments.

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Background papers:	Draft Revenue Budget consultation Document 2007/08 to 2009/10
List of appendices:	Appendix 1 - Implications Appendix 2 – Adult Social Services Budget

Appendix 1

IMPLICATIONS

Financial

1. None arising from directly this report.

Legal

2. None arising from directly this report.

Personnel

3. None arising from directly this report.

Equalities impact

4. Effective scrutiny is to the benefit of all Derby people.

Corporate Priorities

5. This report links with Council's priority for 2006-09
 - to build healthy and independent communities, by improving the health of our communities and improving the standard of social care for vulnerable adults and older people
 - deliver excellent services, performance and value for money, by reducing inefficiency by improving business processes and ability to perform and minimising Council Tax levels and increasing value for money

**ADULT SERVICES PORTFOLIO
ADULT SOCIAL CARE DEPARTMENT**

PROPOSED BUDGET AT APPROVED CASH LIMIT	TOTAL		
	2007/08 £'000	2008/09 £'000	2009/10 £'000
Latest Approved Controllable Base Budget	44,956	45,638	45,667
Add/less Service Transfers	50	0	0
Add/Less one-off adjustments from previous year	0	0	0
Add/Less other base adjustments	80	(37)	0
Adjusted Base Budget	45,086	45,601	45,667
Add approved inflation	1,552	1,566	1,578
Add corporate approved developments and pressures:			
Cessation of No Board scheme	500	0	0
Total corporate approved developments and pressures	500	0	0
Add other pressures			
Increase care management staffing vacancy factor by 1% to 5%	(67)	0	0
Reduction in RAS costs arising from Council 24-hour contact centre	0	(73)	0
Change skill mix of Care Managers & Community Care Workers	(62)	(26)	0
Increase residential care staffing vacancy factor by 1% to 5%	(7)	0	0
Recharge for cost of hospital-based services	(200)	0	0
Hire out vehicles in evenings and at weekends	0	(117)	0
Introduce home care package cost-sharing with service users	(180)	0	0
Increase in day centre charges	(45)	(45)	(35)
Increase in meals on wheels charges	(40)	0	0
Increase non-residential care staffing vacancy factor by 1% to 5%	(12)	0	0
Increase in funding from Supporting People	(250)	0	0
Reduce high cost placements	(300)	0	0
Introduce charging for blue badge scheme	(10)	0	0

3.5% reduction in support services budgets	(145)	(145)	(125)
Outsource home care	(200)	(400)	(400)
Transfer of long-term OP residential & nursing budgets	(581)	(81)	0
Eligibility criteria	0	(500)	(1,000)
Voluntary sector inflation	(38)	0	0
Outsource shopping	0	(100)	0
Less savings to fund additional pressures below	637	(13)	60
Total savings target proposals	(1,500)	(1,500)	(1,500)
PROPOSED BUDGET AT APPROVED CASH LIMIT	45,638	45,667	45,745

SAVINGS SUMMARY	TOTAL		
	2007/08 £'000	2008/09 £'000	2009/10 £'000
Savings Target	1,500	1,500	1,500
Savings Proposed	1,500	1,500	1,500
Under / (Over) achieved	0	0	0

OTHER PROPOSED BUDGET CHANGES	TOTAL		
	2007/08 £'000	2008/09 £'000	2009/10 £'000
Other pressures identified			
Home care budget pressure	1,099	(154)	0
FYE of new PD placements in 2006/07	102	0	0
Independent Sector PD domiciliary care	65	(20)	0
PD Direct Payments	259	(76)	0
Further Supporting People cuts (LD)	50	0	0
FYE of new MH placements in 2006/07	36	0	0
Section 117	180	46	0
Total other pressures	1,791	(204)	0
Funded by savings from above	(637)	13	(60)
Ringfenced grants (new/additional)			
Use of reserves to fund one-off pressures:			

Departmental Corporate			
Net other budget changes proposed	1,154	(191)	(60)