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<b>Report To:</b>	<b>Inverclyde Community Health &amp; Care Partnership Sub-Committee</b>	<b>Date:</b>	<b>13 January 2011</b>
<b>Report By:</b>	<b>Corporate Director Inverclyde Community Health &amp; Care Partnership</b>	<b>Report No:</b>	<b>CHCP/05/2011/LA/AM</b>
<b>Contact Officer:</b>	<b>Lesley Bairden</b>	<b>Contact No:</b>	<b>01475 712257</b>
<b>Subject:</b>	<b>2010/11 Community Health Care Partnership – Financial Report as at Period 7 to 31 October 2010</b>		

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## **1.0 PURPOSE**

- 1.1 To advise the Inverclyde CHCP Sub-Committee of the 2010/11 Revenue and Capital Budget position at Period 7 to 31 October 2010.

## **2.0 SUMMARY**

### **REVENUE**

- 2.1 The total Health and Community Care Partnership revenue budget for 2010/11 is £112,187,000 with a further £668,000 to be brought forward as Earmarked Reserves within Social Work. The current projection is an underspend of £7,000 being less than 0.01% of the total budget.
- 2.2 The Social Work budget is projecting an overspend of £21,000. It should be noted that this overspend is after £247,000 mid-year savings have been removed from the budget and that the £176,000 cost of the 0.65% pay award will be contained by the service.

The figures reflect budget virements of £780,760 as detailed in Appendix 7.

- 2.3 The Health budget is projecting an underspend of £28,000 after containing an annual savings target of £230,000 and a projected £56,000 overspend on Prescribing costs.
- 2.4 This position assumes an uplift of 2% for Resource Transfer Funding within 2010/11, reflected as increased income within Social Work and as nil impact on Health as the corresponding cost increase will be funded centrally.

### **CAPITAL**

- 2.4 The total Health and Community Care Partnership capital budget for 2010/11 is £998,000 and is on target.
- 2.5 The Social Work budget of £840,000 is reflecting £250,000 slippage from original estimates relating to the Replacement Residential Children's Unit. However, this is on target over the life of the project.
- 2.6 The Health budget of £158,000 relates to current year projects only and is on target.

## **3.0 RECOMMENDATIONS**

- 3.1 That the Sub-Committee note the current projected revenue underspend for 2010/11 of £7,000 as at 31 October 2010.

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- 3.2 That the Sub-Committee note the current projected capital position for 2010/11 of £30,000 as at 31 October 2010.
- 3.3 That the Sub-Committee approve the revenue budget virements, relating to Social Work budgets, of £780,760 as shown in Appendix 7.

**Robert Murphy**  
**Corporate Director Inverclyde Community Health**  
**& Care Partnership**

## 4.0 BACKGROUND

- 4.1 The purpose of the report is to advise the Sub-Committee of the current position of the 2010/11 CHCP revenue and capital budget and to highlight the main issues contributing to the projected £7,000 underspend of revenue and the current capital projection which is on target.
- 4.2 The consolidated revenue summary position is detailed in Appendix 1, with the individual elements of the Partnership detailed in Appendices 2 and 3, Social Work and Health respectively.

Appendix 4 shows the year to date position for both elements of the Partnership.

## 5.0 2010/11 CURRENT REVENUE POSITION - £7,000 PROJECTED UNDERSPEND

- 5.1 The main issues to highlight in relation to the current projected overspend of £21,000 within Social Work are:
- a) Strategy: a projected underspend of £38,000, relating to respite short break packages for carers.
  - b) Older Persons: a projected overspend of £91,000, mainly relating to private homecare costs that are partially offset by homecare income, underspends in residential placements and income from charging orders. Action is being taken by the budget holder to reduce this overspend by careful management of care packages.
  - c) Learning Disabilities: a projected overspend of £23,000, predominantly due to the decision not to charge rent for a facility at Bank Street which the Council had previously received an annual income of £37,000.
  - d) Children & Families: a projected underspend is £33,000 within residential childcare.
  - e) Physically & Sensory Impaired: the projected overspend of £117,000 relates to Direct Payment care packages. It should be noted that all Direct Payment costs (irrespective of care group) are currently reported here.
  - f) Addiction/Substance Misuse: an underspend of £17,000 is projected in this area, relating to the purchase of care packages.
  - g) Support/Management: the projected underspend of £91,000, is predominantly due to employee costs:
    - Turnover savings - over achievement of £27,000, due to early retrials and voluntary redundancies.
    - Travel and Overtime Costs - an underspend of £75,000 due stringent controls of the use of overtime and tighter controls in the use of travel.
  - h) Housing Support: There is a projected underspend of £53,000 resulting from the gradual substitution of care packages to a provider with a lower hourly rate.
- 5.2 The main issues to highlight in relation to the current projected underspend of £28,000 within Health are:
- a) Health and Community Care – projected to underspend by £124,000, predominantly due to Nursing and Paramedical salaries, in part is due to slippage in setting up the Community Team.
  - b) Management and Admin – a projected overspend of £18,000 due to salary costs including the cost of increments.

- c) Mental Health is projected to underspend by £23,000 mainly due to underspending within Nursing and Clinical salaries, partially offset by overspends in Admin salary costs.
- d) Planning & Health Improvement – a projected overspend of £35,000 is currently projected due to underlying pressure from reduced Fairer Scotland Fund allocation. It is possible that some of this cost may be contained within non pay and this is currently under review.
- e) Prescribing – is projected to overspend by £56,000 and whilst a resource re-alignment exercise is being undertaken it is unlikely to change the Inverclyde projected overspend.
- f) Income – a shortfall of £18,000 is projected due to under-recovery.

## **6.0 2010/11 CURRENT CAPITAL POSITION – NIL PROJECTED VARIANCE**

- 6.1 The Social Work capital budget of £840,000 is reflecting £250,000 slippage from original estimates relating to the Replacement Residential Children's Unit, however this is on target over the life of the project.
- 6.2 The Health capital budget of £158,000 is on target with no slippage.
- 6.3 Appendix 5 details capital budgets and progress by individual project.

## **7.0 IMPLICATIONS**

- 7.1 The current projected revenue outturn is a projected underspend of £7,000.
- 7.2 The current projected capital outturn is a per budget.

## **8.0 EARMARKED RESERVES**

- 8.1 Earmarked Reserves, relating specifically to Social Work projects, are detailed in Appendix 6. Spend to date is 38% of the projected spend for 2010/11.

## **9.0 VIREMENT**

- 9.1 The Committee are requested to approve the Social Work budget virements as detailed in Appendix 7. The resulting impact of the virement is reflected within this report

## **10.0 EQUALITIES**

- 10.1 There are no equality issues within this report.

## **11.0 OTHER ISSUES**

- 11.1 There is an ongoing review of budget allocations and reporting methodologies to ensure alignment to the CHCP management structure.
- 11.2 The cost sharing implications from the joint CHCP Management Structure are being progressed; any resulting financial impact will be reported at the next Committee meeting.

## **12.0 CONSULTATION**

- 12.1 This report has been prepared by the Corporate Director, Inverclyde Community Health & Care Partnership and relevant officers within Partnership Finance have been consulted.

**INVERCLYDE CHCP****REVENUE BUDGET PROJECTED POSITION****PERIOD 7: 1st April 2010 - 31 October 2010**

<b>SUBJECTIVE ANALYSIS</b>	Approved Budget 2010/11 £000	Revised Budget 2010/11 £000	Projected Out-turn 2010/11 £000	Projected Over/(Under) Spend £000	Percentage Variance
Employee Costs	38,515	38,953	38,730	(223)	(0.57%)
Supplies and Other Non Employee Costs - Non Medical	37,437	37,741	38,249	508	1.35%
Supplies and Other Non Employee Costs - Medical	21,265	21,213	21,213	0	0.00%
Prescribing	21,266	21,240	21,296	56	0.26%
Resource Transfer (Health)	8,388	8,556	8,556	0	0.00%
Income	(14,684)	(15,047)	(15,395)	(348)	2.31%
<b>CHCP NET EXPENDITURE</b>	<b>112,187</b>	<b>112,656</b>	<b>112,649</b>	<b>(7)</b>	<b>(0.01%)</b>

<b>OBJECTIVE ANALYSIS</b>	Approved Budget 2010/11 £000	Revised Budget 2010/11 £000	Projected Out-turn 2010/11 £000	Projected Over/(Under) Spend £000	Percentage Variance
Strategy / Executive / Planning & Health Improvement	2,342	2,376	2,373	(3)	(0.13%)
Older Persons	20,563	20,822	20,913	91	0.44%
Learning Disabilities	4,333	4,316	4,330	14	0.32%
Mental Health	3,503	3,525	3,511	(14)	(0.40%)
Children & Families	14,088	14,186	14,154	(32)	(0.23%)
Physical & Sensory	2,267	2,263	2,380	117	5.17%
Addiction / Substance Misuse	577	573	556	(17)	(2.97%)
Assessment & Care Management / Health & Community Care	5,452	5,737	5,618	(119)	(2.07%)
Support / Management / Admin	4,317	4,382	4,309	(73)	(1.67%)
Mainstream Delayed Discharge	935	626	626	0	0.00%
Criminal Justice **	0	0	0	0	0.00%
Housing Support	4,831	4,904	4,851	(53)	(1.08%)
Homelessness	607	475	483	8	1.68%
Family Health Services	24,393	24,393	24,393	0	0.00%
Prescribing	17,645	17,619	17,675	56	0.32%
Resource Transfer	8,388	8,556	8,556	0	0.00%
Income (Health)	(2,054)	(2,097)	(2,079)	18	(0.86%)
<b>CHCP NET EXPENDITURE</b>	<b>112,187</b>	<b>112,656</b>	<b>112,649</b>	<b>(7)</b>	<b>(0.01%)</b>

\*\* Fully funded from external income hence nil bottom line position.

(denotes an underspend per Council reporting conventions)

**SOCIAL WORK****REVENUE BUDGET PROJECTED POSITION****PERIOD 7: 1st April 2010 - 31 October 2010**

2009/10 Actual £000	SUBJECTIVE ANALYSIS	Approved Budget 2010/11 £000	Revised Budget 2010/11 £000	Projected Out-turn 2010/11 £000	Projected Over/(Under) Spend £000	Percentage Variance
	<b>SOCIAL WORK</b>					
29,353	Employee Costs	26,356	26,764	26,643	(121)	(0.45%)
1,592	Property costs	1,663	1,579	1,553	(26)	(1.65%)
1,220	Supplies and Services	975	939	946	7	0.75%
519	Transport and Plant	353	357	430	73	20.45%
766	Administration Costs	694	737	740	3	0.41%
35,314	Payments to Other Bodies	32,148	32,356	32,807	451	1.39%
(16,440)	Income	(12,630)	(12,950)	(13,316)	(366)	2.83%
<b>52,324</b>	<b>SOCIAL WORK NET EXPENDITURE</b>	<b>49,559</b>	<b>49,782</b>	<b>49,803</b>	<b>21</b>	<b>0.04%</b>

2009/10 Actual £000	OBJECTIVE ANALYSIS	Approved Budget 2010/11 £000	Revised Budget 2010/11 £000	Projected Out-turn 2010/11 £000	Projected Over/(Under) Spend £000	Percentage Variance
	<b>SOCIAL WORK</b>					
1,241	Strategy	1,163	1,158	1,120	(38)	(3.28%)
21,190	Older Persons	19,827	20,085	20,176	91	0.45%
4,361	Learning Disabilities	3,746	3,728	3,751	23	0.62%
1,050	Mental Health	1,060	1,037	1,046	9	0.87%
10,542	Children & Families	10,637	10,729	10,696	(33)	(0.31%)
2,329	Physical & Sensory	2,267	2,263	2,380	117	5.17%
471	Addiction / Substance Misuse	577	573	556	(17)	(2.97%)
3,374	Support / Management	2,676	2,728	2,637	(91)	(3.34%)
1,333	Assessment & Care Management	1,233	1,476	1,481	5	0.34%
897	Mainstream Delayed Discharge	935	626	626	0	0.00%
0	Criminal Justice **	0	0	0	0	0.00%
5,059	Housing Support	4,831	4,904	4,851	(53)	(1.08%)
477	Homelessness	607	475	483	8	1.68%
<b>52,324</b>	<b>SOCIAL WORK NET EXPENDITURE</b>	<b>49,559</b>	<b>49,782</b>	<b>49,803</b>	<b>21</b>	<b>0.04%</b>

\*\* Fully funded from external income hence nil bottom line position.

(denotes an underspend per Council reporting conventions)

**HEALTH****REVENUE BUDGET PROJECTED POSITION****PERIOD 7: 1st April 2010 - 31 October 2010**

<b>SUBJECTIVE ANALYSIS</b>	Approved Budget 2010/11 £000	Revised Budget 2010/11 £000	Projected Out-turn 2010/11 £000	Projected Over/(Under) Spend £000	Percentage Variance
<b>HEALTH</b>					
Clinical Salaries	9,887	9,896	9,896	0	0.00%
Non Clinical Salaries	2,272	2,293	2,191	(102)	(4.45%)
Clinical Supplies	608	608	608	0	0.00%
General Dental Supplies	7,720	7,720	7,720	0	0.00%
General Medical Supplies	11,074	11,074	11,074	0	0.00%
General Ophthalmic Supplies	1,685	1,685	1,685	0	0.00%
Prescribing	21,266	21,240	21,296	56	0.26%
Non Clinical Supplies	1,604	1,773	1,773	0	0.00%
Primary Care General Medical Supplies	178	126	126	0	0.00%
Resource Transfer	8,388	8,556	8,556	0	0.00%
Income	(2,054)	(2,097)	(2,079)	18	(0.86%)
<b>HEALTH NET EXPENDITURE</b>	<b>62,628</b>	<b>62,874</b>	<b>62,846</b>	<b>(28)</b>	<b>(0.04%)</b>

<b>OBJECTIVE ANALYSIS</b>	Approved Budget 2010/11 £000	Revised Budget 2010/11 £000	Projected Out-turn 2010/11 £000	Projected Over/(Under) Spend £000	Percentage Variance
<b>HEALTH</b>					
Children & Families	3,451	3,457	3,458	1	0.03%
Elderly MI	736	737	737	0	0.00%
Executive	237	243	243	0	0.00%
Family Health Services	24,393	24,393	24,393	0	0.00%
Health & Community Care	4,219	4,261	4,137	(124)	(2.91%)
Management & Admin	1,641	1,654	1,672	18	1.09%
Learning Disabilities	587	588	579	(9)	(1.53%)
Mental Health	2,443	2,488	2,465	(23)	(0.92%)
Planning & Health Improvement	942	975	1,010	35	3.59%
Prescribing	17,645	17,619	17,675	56	0.32%
Resource Transfer	8,388	8,556	8,556	0	0.00%
Income	(2,054)	(2,097)	(2,079)	18	(0.86%)
<b>HEALTH NET EXPENDITURE</b>	<b>62,628</b>	<b>62,874</b>	<b>62,846</b>	<b>(28)</b>	<b>(0.04%)</b>

(denotes an underspend per Council reporting conventions)

**REVENUE BUDGET PROJECTED POSITION****PERIOD 7: 1st April 2010 - 31 October 2010**

<b>SUBJECTIVE ANALYSIS</b>	Budget to Date as at Period 7 £000	Actual to Date as at Period 7 £000	Variance to Date as at Period 7 £000	Percentage Variance
<b>SOCIAL WORK</b>				
Employee Costs	15,437	15,445	8	0.05%
Property costs	945	899	(46)	(4.87%)
Supplies and Services	548	650	102	18.61%
Transport and Plant	207	243	36	17.39%
1 Administration Costs	407	232	(175)	(43.00%)
1 Payments to Other Bodies	8,977	8,496	(481)	(5.36%)
1 Other Expenditure	9,846	9,453	(393)	(3.99%)
1 Income	(7,436)	(8,746)	(1,310)	17.62%
<b>SOCIAL WORK NET EXPENDITURE</b>	<b>28,931</b>	<b>26,672</b>	<b>(2,259)</b>	<b>(7.81%)</b>

<b>SUBJECTIVE ANALYSIS</b>	Budget to Date as at Period 7 £000	Actual to Date as at Period 7 £000	Variance to Date as at Period 7 £000	Percentage Variance
<b>HEALTH</b>				
Clinical Salaries	5,571	5,341	(230)	(4.13%)
Non Clinical Salaries	1,224	1,295	71	5.80%
Clinical Supplies	369	369	0	0.00%
General Dental Supplies	4,666	4,666	0	0.00%
2 General Medical Supplies	6,460	6,493	33	0.51%
General Ophthalmic Supplies	994	994	0	0.00%
3 Prescribing	12,660	12,660	0	0.00%
Non Clinical Supplies	999	1,106	107	10.71%
Primary Care General Medical Supplies	48	43	(5)	(10.42%)
Resource Transfer	4,893	4,893	0	0.00%
Income	(1,326)	(1,326)	0	0.00%
<b>HEALTH NET EXPENDITURE</b>	<b>36,558</b>	<b>36,534</b>	<b>(24)</b>	<b>(0.07%)</b>

(denotes an underspend per Council reporting conventions)

## Notes

- 1 The variances to date are due to timing differences between profiled budget and actual payment terms with care suppliers etc.
- 2 This reflects a timing difference with Family Health Services (GPs).
- 3 The prescribing budget is fully utilised in the year to date, the projected overspend is not shown due to the way the budget has been phased across the year.



**INVERCLYDE CHCP - CAPITAL BUDGET 2010/11****Period 7 to 31 October 2010**

<u>Project Name</u>	<u>Est Total Cost</u>	<u>Actual to 31/3/10</u>	<u>Approved Budget 2010/11</u>	<u>Revised Est 2010/11</u>	<u>Actual to 31/10/10</u>	<u>Est 2011/12</u>	<u>Est 2012/13</u>	<u>Est 2013/14</u>	<u>Future Years</u>	<u>Future Years</u>	<u>Start Date</u>	<u>Original Completion Date</u>	<u>Current Completion Date</u>	<u>Status</u>
	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000				
<b>SOCIAL WORK</b>														
<b>Prudential Borrowing</b>														
Redholm Childrens Home	1,400	0	300	50	8	1,280	70				01/03/11			
Wellpark Centre	2,426	1,849	519	489	334	88					22/06/09	23/07/10	24/05/10	Site identified - some slippage in project. Building complete handed over 24 May 2010.
<b>CFCR</b>														
Newark House Alterations	23	17	21	6	1	0					12/02/10	11/03/10	06/04/10	Project completed 6 April 2010. Waiting actual invoices.
<b>Social Work Total</b>	<b>3,849</b>	<b>1,866</b>	<b>840</b>	<b>545</b>	<b>343</b>	<b>1,368</b>	<b>70</b>	<b>0</b>	<b>0</b>	<b>0</b>				
<b>HEALTH</b>														
Greenock HC Pavement / Walkway	20		20	20							TBC	by 31/03/11		
Gourock HC Essential Remedial Works	8		8	8							TBC	by 31/03/11		
Gourock HC Non Essential Remedial Works	24		24	24							TBC	by 31/03/11		
Port Glasgow HC Redecoration & Flooring	40		40	40							TBC	by 31/03/11		
Greenock HC Ceiling Tiles	30		30	30							TBC	by 31/03/11		
Port Glasgow Roof Repairs	21		21	21							TBC	by 31/03/11		
Port Glasgow Low Surface Temp Radiators	15		15	15							TBC	by 31/03/11		
<b>Health Total</b>	<b>158</b>	<b>0</b>	<b>158</b>	<b>158</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>				Current costs are based on estimates - the programme will be contained by reducing non essential works if required. The next Capital & Premises Planning meeting is scheduled for 21 December 2010.
<b>Grand Total CHCP</b>	<b>4,007</b>	<b>1,866</b>	<b>998</b>	<b>703</b>	<b>343</b>	<b>1,368</b>	<b>70</b>	<b>0</b>	<b>0</b>	<b>0</b>				

EARMARKED RESERVES POSITION STATEMENT

APPENDIX 6

COMMITTEE: Health and Social Care

<u>Project</u>	<u>Lead Officer/ Responsible Manager</u>	<u>c/f Funding 2009/10</u>	<u>New Funding 2010/11</u>	<u>Total Funding 2010/11</u>	<u>Actual To Period 7 2010/11</u>	<u>Projected Spend 2010/11</u>	<u>Amount to be Earmarked for 2011/12 &amp; Beyond</u>	<u>Lead Officer Update</u>
		<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>	
Telecare Grant	Gillian McCready	108	170	278	63	158	120	Social Work match the £120k grant funding received from the Scottish Government. This is the last year of a five year funding stream. The lead officer is in discussions with the Scottish Government to allow the carry forward of £120k. Awaiting outcome
Demonstrators Grant	Gillian McCready	36	0	36	31	36	0	No new funding and full spend expected in 2010/11.
Homelessness Task Force Grant	Eileen Tamburrini	38	0	38	0	38	0	Carry forward is the retention of phase 3 of Inverclyde Centre and full spend expected.
Financial Inclusion - Scottish Government	Barbara Billings	73	0	73	29	29	44	Carry forward earmarked for the rent of the Grand Central Savings Bank for 2011/12.
Sutherland Monies - Frail Elderly	Barbara Billings	255	0	255	9	255	0	Unallocated sum against Scottish Government frail elderly award, partly committed to Homecare Review process in 2010/11. This sum will be used to fund unresourced older people's care commitments or written back to general reserves at the year end.
Growth Fund - DWP	Barbara Billings	55	0	55	55	55	0	Fully spent in 2010/2011.
Champions Fund - DWP	Barbara Billings	103	0	103	68	103	0	This funding stream finishes in March 2011 with full spend expected.
<b>Total</b>		<b>668</b>	<b>170</b>	<b>838</b>	<b>255</b>	<b>674</b>	<b>164</b>	

**HEALTH & SOCIAL CARE COMMITTEE****VIREMENT REQUESTS**

<b>Budget Heading</b>	<b>Increase Budget</b>	<b>(Decrease) Budget</b>
	£	£
1. Telecare Grant Income - Scottish Government Grant 1. Telecare Expenditure - various	120,000	(120,000)
2. Mainstream Delayed Discharged- private homecare contributions 2. Older People - private homecare	309,000	(309,000)
3. Adult Support & Protection -Redetermination 3. Redetermination through Revenue Support Grant Mechanism.	247,000	(247,000)
4. Added years monthly - YG, AD, BB - to General Fund 4. To General Fund to support pension added years costs	4,410	(4,410)
5. Redeployment salary returned - From General Fund 5. Salary costs reinstatement.	13,130	(13,130)
6. Older People - Rowan Gardens grants to vol orgs 6. Older People - Private homecare 6. Older People - Rowan Gardens Respite	10,000 31,220	(41,220)
7. Gas & Electricity Savings - to General Fund. 7. Corporate Saving	31,000	(31,000)
8. Revision of mid year savings allocation in various divisions. 8. Revision of mid year savings allocation in various divisions.	15,000	(15,000)
	<b>780,760</b>	<b>(780,760)</b>

**Note**

1. Telecare award from the Scottish Government to fund the Telecare project.
2. Virement from mainstream Delayed Discharge to older people private homecare budget.
3. Adult Support & Protection - redetermination from Scottish Government. Award confirmed by Scottish Government 25 October 2010.
4. Removal of added years pension costs to General fund to support added years charges for staff who have taken early retirement.
5. Reinstatement of budget for member of staff transferred to Customer Services Centre. Post will be filled by Social Work.
6. Rowan Gardens budget allocated to Private Home Care.
7. Application of Corporate savings of utility costs.
8. Revision of mid year savings allocations between account headings across various services.