

**HAMPSHIRE COUNTY COUNCIL****Decision report**

<b>Decision Maker:</b>	Executive Member for Adult Social Care
<b>Date of Decision:</b>	25 January 2013
<b>Decision Title:</b>	Revenue budget report for Adult Services for 2013/14
<b>Decision Reference:</b>	4549
<b>Report From:</b>	Director of Adult Services and Director of Corporate Resources – Corporate Services

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## **1. Executive Summary**

- 1.1. The County Council's decisive action over the last two financial years has meant that it has broadly achieved its goal of responding to four years worth of Government grant reductions in two years. This has enabled the County Council to return to a process of Annual Efficiency Targets (AETs) for at least the last two years of the current Comprehensive Spending Review (CSR) period.
- 1.2. The grant settlement that was released just before Christmas confirmed further reductions in Government funding for the next two years but these were broadly within the range of forecasts that the County Council had been predicting. Assuming that Council Tax levels are in line with the overall Medium Term Financial Strategy (MTFS), this means that no further savings will be necessary above the 2% AETs set for each Department in order to balance the budget for the next two years, leaving the County Council in a very strong financial position and providing sufficient time and capacity to plan for more challenging times from 2015/16 onwards.
- 1.3. This report proposes a budget for Adult Services for 2013/14 in accordance with the Council's MTFS reported to Cabinet last Summer. The budget includes proposals for the 2% reduction in spending to meet the AET for the year.
- 1.4. The report also provides an update on the financial position for the current year. At the current time monitoring information for Quarter 3 is not available but for the second Quarter, the Department is forecasting a small pressure of £447,000. This is after elements of corporate support and making use of contingencies.

- 1.5. The year to date has been a challenging one, with significant demand and transformational pressures. Whilst the prevention and early intervention services are supporting those with lower levels of need more cost effectively and helping them to retain their independence, the needs of the remaining cohort of older clients have risen significantly in the year. The costs of meeting their needs safely and with dignity has risen more than anticipated as a consequence.
- 1.6. Market conditions for residential care have hardened at the same time reflecting the national debate on fees, recent judicial reviews and the necessary focus on the quality of care. The costs of transformation have also been higher than anticipated.
- 1.7. The 2% AET for this Department for 2013/14 is £4.868m. The savings proposals to meet this amount are explained in section five of this report and are set out in Appendix 1.
- 1.8. The report also reviews the level of charges for the provision of services in section six and provides a summary of charges in Appendix 2.
- 1.9. The proposed budget for 2013/14 analysed by service is shown in Appendix 3 and the workforce implications of the budget proposals are set out in Appendix 4.
- 1.10. This report seeks approval for submission to the Leader and Cabinet of the revised budget for 2012/13 and detailed proposals for the 2013/14 revenue budget for Adult Services. The report has been prepared in consultation with the Executive Member and will be reviewed by the Safe and Healthy People Select Committee. It will be reported to the Leader and Cabinet on 8 February 2013 to make final recommendations to County Council on 21 February 2013.
- 1.11. The Department's budget and performance strategies are developed in accordance with the Council's Equalities Policy and have regard to the most vulnerable in society. How budgets are used have a significant impact on the most excluded, and this budget report provides information on the spending plans that support the department's priorities. Further information on the Equality Impact Assessments completed in respect of the various savings proposals is provided within Integral Appendix B.

## **2. Context and Priorities**

- 2.1. Following the CSR announcement in 2010 local government was anticipating an average 28% reduction in Government funding across the Country. The impact of changes to the distribution methodology meant that the County Council's share of this reduction is relatively much greater, with a 25% reduction in the first two years alone.
- 2.2. The Local Government Provisional Finance Settlement was announced on 19 December and after allowing for technical adjustments in respect of transfers of functions and changes to the grant system, the County Council has received equivalent grant reductions over the two year period of 8.7%, and 9.6%, which is in line with the reductions contained in the medium term

forecast although the cumulative impact is slightly worse than previously predicted.

- 2.3. Cabinet have already confirmed that for planning purposes it should be assumed that we will accept the Council Tax Freeze Grant for 2013/14, which is equivalent to a 1% increase and will provide one off funding of £5.3m in each of the years 2013/14 and 2014/15.
- 2.4. Now that these grant figures have been released and assuming that future Council Tax increases are within the range contained in the previous MTFs it is anticipated that as long as Departments meet their total of 20% savings (two lots of 8% and two lots of 2%) over the four year period then the County Council will achieve a balanced budget by the 2014/15 financial year, albeit that it may be necessary to use a small amount of one off funding to balance the budget in 2014/15.
- 2.5. This means that the County Council will have achieved its aim of meeting four years worth of grant cuts in the first two years of the current CSR period and has put itself in a very strong position to deal with the further grant reductions from 2015/16 onwards. Initial indications are that with further funding cuts on the horizon, there will be a significant gap to be closed in 2015/16 and future years, but through the current financial strategy, the County Council has given itself the time and capacity to deliver these savings over the next two years through further transformation workstreams.
- 2.6. The Chief Executive has already reported to Cabinet plans for a new set of Corporate Efficiency Workstreams to start to address the financial challenges from 2015/16 onwards. This work will begin in earnest in this new calendar year with a view to identifying further efficiencies, cost reduction options and organisational responses that meet the forecast budget gap in 2015/16. The Council will also want to plan how to meet increases in demand, inflation and demographics that will ultimately translate into increased expenditure.
- 2.7. During the current CSR period, the County Council has been developing its 'Open for Business' priorities, underlining the fact that despite the reductions in Government funding the County Council remains a large influential organisation committed to providing high quality services to the residents of Hampshire.
- 2.8. The Adult Services department has been developing its service plans and budgets for 2013/14 and future years in keeping with the 'Open for Business' priorities and the key issues, challenges and priorities for the Department are set out below.

## Departmental Challenges and Priorities

- 2.9. 2012/13 has been a challenging year with a substantial transformation programme, significant demand pressures and a health system in transition to its new structure.

### Demand

- 2.10. The demand pressures on Adult Services has been tracked carefully over the last two years, which has shown a clear trend in the growth in the complexity of the care needs of all care groups. Additional resources were made available to meet those needs. In Learning Disabilities the growth in demand has been as budgeted for. However, in Older People & Physical Disability Services the demand has outstripped the forecasts, particularly in care at home and residential care.
- 2.11. The greatest area of unexpected pressure has arisen in care at home for older people, predominantly domiciliary care and direct payments which account for £4.1m of costs above budget alone. Whilst the cost per hour of care has been in line with plans, the amount of care required per person has grown significantly. This is seen most starkly in the average weekly cost of domiciliary care packages, as shown below:

OP Domiciliary Care 2012/13	Budgeted	Period 4 July	Period 5 Aug	Period 6 Sept	Period 7 Oct
Number of placements	5,562	5,522	5,570	5,554	5,575
Average weekly cost	£123	£146	£147	£145.6	£144.7

- 2.12. The table shows that the actual average weekly cost in the year to date is £21.70 more per person per week (£1,128 per person per annum) than budgeted. With hourly rates largely static in the year, the increase relates to the number of hours of care needed per person on average to meet their care needs safely. Whilst this is a sign of the County Council's ongoing commitment to meeting the needs of vulnerable people, it creates significant budget issues. The County Council's commitment to safe and effective services is shown by the ongoing reduction in the number of 15 minute visits, from 17% to 15.4% since April. In most cases, the remaining 15 minute visits are part of larger packages of care, such as longer visits at other times of the day.
- 2.13. The growth in the level of need that we are meeting is also shown in other indicators. There has been 3.4% increase in the number of older people receiving more than three visits per day since April. Meanwhile, there has been an increase in the number of people requiring double up care despite careful control over its usage. This reflects a number of trends, including shorter hospital stays and earlier discharges for older people. An

increasing number of these require double up care because of their frailty at point of discharge.

- 2.14. The growing complexity of care needs is also a major factor, with providers reporting that people are less well at the point of entry into their care. This is reflected in the average weekly cost of an Older Persons (OP) residential placement increasing in year. This is in addition to the 5% uplift that we granted for OP residential and nursing placements in 2012/13, which we provided for in budget setting. The cost of residential placements will continue to be an issue, particularly as a number of national providers have been identified as being at risk.
- 2.15. Current trends, based on existing cost profiles, are within the medium term forecasts that have been allowed for in the MTFS. However, if average costs continue to increase at the current rate or if the pressures from the changing health care landscape were to arise then this would lead to additional cost pressures in future years. Careful monitoring of these issues will continue in 2013/14.

#### Transformation

- 2.16. Project Extra-Care is gathering momentum, with much of the planning and preparatory work completed. The first project in the new phase, Surrey Court, was approved by the Executive Member for Policy & Resources in October. Three Hampshire County Council residential homes were closed in the year. The sites or their value will be recycled into the Extra-Care programme. Work is continuing to identify potential sites across the county and to support registered providers to submit funding applications to the Homes & Communities Agency.
- 2.17. The Learning Disability Transformation programme has commenced substantive delivery of its programme following the successful conclusion of the consultation process. The team continue to work closely with service users, their families and advocates to manage the transition to the new service models.

#### The changing healthcare landscape

- 2.18. The transition to the new health structures and the £20bn Quality, Innovation, Productivity and Prevention (QIPP) savings target have made an already challenging environment more difficult. The trend in earlier discharge from hospital continues to put more pressure on social care and community health services, as people are discharged with higher levels of dependency and complexity of care needs. The disinvestment in bed based health care has not been matched by a commensurate growth in investment in community health services, placing the system under considerable strain.
- 2.19. However, Adult Services has continued to build strong relationships with the emerging Clinical Commissioning Groups (CCGs) and is well placed to take forward partnership working with them once they assume their role. We continue to push the opportunities for mutual benefit from joint working across care and support services. In line with the Joint Strategic Needs

Assessment we will continue to pursue systems reform with the CCG's through the Health & Wellbeing Board.

- 2.20. The pressures in health come at a time when demand pressures in social care are significant. Future budget planning has not included any costs that could arise from future challenges with Health. Early intervention, diversionary and reablement services are proving to be effective in managing the volume of service users, but inevitably this impacts most on those with lower levels of needs. The level of need, and consequently cost, of those cared for is increasingly significantly, with an increase in the average size of packages of care. This is particularly acute for those cared for at home. The demand for care continues to be monitored in detail by the Adult Services Department and Corporate Resources.

### **3. 2012/13 Budget**

- 3.1. The 2012/13 savings target for the department was £21.214m however, of the one-off additional corporate funding of £7.593m, £5.993m was in relation to slippage against efficiency savings targets and those considered to be at risk of delivery which reduced the amount planned to be delivered during the year to £15.221m. All Departments are monitoring achievement of savings as part of the normal budget monitoring process for the year. At the end of December £11.003m of these savings had been fully delivered and £4.218m were still on target to be delivered by the end of the year.
- 3.2. The monitoring position for Quarter 3 is not yet available and will be reported in due course, at Quarter 2, overall the Departments underlying position was a budget pressure of £16.322m, which was largely offset against the planned contingency creating a more balanced position. In Quarter 1 the department was allocated one-off additional corporate funding of £7.593m to support slippage against efficiency savings targets and those considered to be at risk of delivery. In addition, further one-off funding from contingencies of £4.4m was proposed to support the short term pressures arising from double running cost within in-house residential and nursing beds in the three homes that are being closed, beds held in other homes for relocation and beds closed due to safeguarding concerns. This additional one-off support would reduce the projected overspend to £4.329m. Management actions are in place to reduce this position, however, the use of contingencies and the department's cost of change reserve could be used if necessary to further reduce the department's overspend to £447,000.
- 3.3. The budget for the department has been updated throughout the year and the revised budget is shown in Appendix 3. This incorporates the additional one off corporate funding (£7.593m) to support slippage against efficiency savings targets, further one-off funding from contingencies (£4.4m) to support the short term transformational pressures and cost of change reserve (£8.898m) as detailed above. Additionally the revised budget has been adjusted for transfer of IT centralisation budgets (£3.115m).

## **Budget 2013/14**

### **4. Revenue Pressures and Initiatives**

- 4.1. Within Adults there are specific areas of potential pressure that require consideration which have been outlined in section 2 and are summarised below:

#### Demand

- future pressures arising from complexity and demography which have been allowed for in the MTFS
- the potential for average cost of packages to continue to increase beyond the amount already planned for as part of the MTFS

#### Transformation

- the revenue implications of any further transformation for which appropriate contingencies would need to be set-up

#### Health landscape

- there is a risk of pressures as a result of the changing Health care landscape.

- 4.2. These pressures will be taken into account in setting the contingency levels within the overall budget that will be reported to Cabinet.

### **5. Revenue Savings Proposals**

- 5.1. Each Department is required to deliver a 2% saving to contribute towards the Annual Efficiency Target in 2013/14. The target for Adult Services for 2013/14 is £4.868m and Appendix 1 summarises the savings proposals to meet this sum which also shows the estimated impact on workforce levels.
- 5.2. These savings proposals continue to focus on achieving efficiencies without the need to impact on service delivery, maintains the Hampshire model of adult social care and levels of eligibility at substantial and critical. The main themes of the 2013/14 savings programme include the full year effect of 2012/13 savings, wider roll-out of telecare, transport efficiencies, reducing day care capacity to actual demand and a review of reablement services to blend in-house and commissioned resources.
- 5.3. In line with the approach taken in 2012/13, a central corporate contingency will be maintained to mitigate risks in achieving savings and will provide for any slippage to programmes in the event that full delivery cannot be achieved until 2014/15.
- 5.4. Appendix 1 also provides information on the type of savings proposals categorised over Efficiencies, Income Generation or Service Reductions. The table below summarises the split of savings between these categories:

	<b>£'000</b>
Efficiencies	2,968
Income Generation	1,900
<b>Total</b>	<b>4,868</b>

- 5.5. These proposals will result in a further workforce reduction of 3 full-time equivalent (FTE) positions. This will be achieved through natural turnover in staff.

## **6. Review of Charges**

- 6.1. For Adult Services, the 2013/14 revenue budget includes income of £94.5m, which includes fees and charges. This includes additional income expected for reablement support of £1.9m, inflation of £900,000 and other minor adjustments required to realign income and expenditure budgets. This is an increase of £900,000 (1%) on the original budget for 2012/13 (£93.6m).
- 6.2. Service users receiving care at home and in the community are financially assessed to determine how much they need to contribute to their Chargeable Personal Budget. This calculation is based on their means and results in their maximum contribution. Above the maximum contribution the County Council bears the cost of the care which may include an uplift in the care fees that it pays. Service user's contributions will be re-assessed in light of any increase in their resources.
- 6.3. Details of current and proposed fees and charges (where these are specifically defined) for 2013/14 are outlined in Appendix 2. However, as stated above, the actual amount a service user will contribute is calculated against the actual cost of their care. All proposed charges included in the appendix take in to account a central inflation allocation which for 2013/14 was set at 1.5%, and have also been adjusted to ensure that they are divisible by seven days for residential and nursing respite care.

## **7. Other Expenditure**

- 7.1. The budget includes some items which are not counted against the cash limit. This includes budgets for central department support services (except where they have been given to service departments to buy services), and repair and maintenance of buildings. It also includes costs of Member Support within Adult Services and budgets that are rechargeable to Policy and Resources for corporate and democratic core services.
- 7.2. Confirmation has been received of an increase of just over £1m in the £42.9m Learning Disability and Health Reform Grant which will be fully

passed to Adult Services in line with current policy. This is an uplift to help towards inflation in the relevant services and is in line with the Department of Health's stated policy at the time of the transfer.

## 8. Budget Summary 2013/14

- 8.1 The MTFS update report presented to Cabinet in December included provisional cash limit guidelines for each Department. The cash limit for Adult Services in that report was £312.288m, which has not changed.
- 8.2 Appendix 3 sets out a summary of the proposed budgets for the service activities provided by the Department for 2013/14 and show that these are within the amended cash limit set out above.
- 8.3 In addition to these cash limited items there are further budgets which fall under the responsibility of this Department, which are shown in the table below:

	<b>2013/14 £000</b>
Total expenditure	406,773
Income other than Government grants	94,485
<b>Total net expenditure</b>	<b>312,288</b>

- 8.4 This net position excludes central items such as repairs and maintenance, support service charges and capital charges which will be added as part of the overall budget reported to Cabinet and County Council in February.

## 9. Workforce Implications

- 9.1. The workforce implications of the proposed budget for 2013/14 are set out in Appendix 4. At the end of 2013/14 the planned workforce for Adult Services is 2,905 full time equivalent (FTE) staff. This compares with the estimate at the end of 2012/13 of 2,908 FTEs which is a reduction of 3 FTEs as summarised below:

	<b>FTEs</b>
FTE staff as at 31 March 2013	2,908
Changes relating to savings targets	(3)
<b>FTE staff as at 31 March 2014</b>	<b>2,905</b>

**10. Conclusion**

10.1. This report outlines the key issues and proposals for the Adult Services Department budget for 2013/14, including savings proposals to meet the 2% AET.

10.2. Risk associated with achieving these proposals, as set out within this report, include:

- Further pressures resulting from increased demography and complexity pressures if increased client needs continue to result in package costs being above budgeted amounts.
- potential additional pressures arising as a result of the transformation programme
- the impact of the transition to the new health structures and the disinvestment in bed based health care and the move to CCGs.

10.3. Equality Impact Assessments have been undertaken in respect of the main savings proposals, and where necessary, appropriate actions have been identified. The Departmental Management Team will monitor progress against all savings proposals on a regular basis, and highlight issues with the Executive Member where appropriate.

**11. Recommendations**

To approve for submission to the Leader and Cabinet:

- 11.1. The proposals for savings totalling £4.868m, which meet the 2% target set for Adult Services in 2013/14 (as set out in Appendix 1)
- 11.2. The annual review of income and charges (as set out in Appendix 2).
- 11.3. The revised budget for 2012/13 totalling £321.825m (as set out in Appendix 3).
- 11.4. The summary budget for 2013/14 totalling £312.288m (as set out in Appendix 3).
- 11.5. The workforce implications of the proposed budget for 2013/14 (as set out in Appendix 4).

**CORPORATE OR LEGAL INFORMATION:****Links to the Corporate Strategy**

<b>Hampshire safer and more secure for all:</b>	Yes
Corporate Business plan link number (if appropriate):	
<b>Maximising well-being:</b>	Yes
Corporate Business plan link number (if appropriate):	
<b>Enhancing our quality of place:</b>	No
Corporate Business plan link number (if appropriate):	

**Other Significant Links**

<b>Links to previous Member decisions:</b>		
<u>Title</u>	<u>Reference</u>	<u>Date</u>
<b>Direct links to specific legislation or Government Directives</b>		
<u>Title</u>	<u>Date</u>	
None		

**Section 100 D - Local Government Act 1972 - background documents**

The following documents discuss facts or matters on which this report, or an important part of it, is based and have been relied upon to a material extent in the preparation of this report. (NB: the list excludes published works and any documents which disclose exempt or confidential information as defined in the Act.)

<u>Document</u>	<u>Location</u>
None	

**IMPACT ASSESSMENTS:****1. Equalities Impact Assessment:**

- 1.1. The department's budget and performance strategies are developed in accordance with the Council's Equalities Policy and have regard to the most vulnerable in society. It is the nature of Adult Services business that it works predominantly with people that might be vulnerable and groups that may face discrimination in society, for example older people, people with disabilities, carers and people with mental health problems. The social care workforce also has a higher than average proportion of female workers.
- 1.2. How budgets are used have a significant impact on the most excluded. The operational Directors have lead responsibility to ensure that impact assessments take account of the needs of these groups. This budget report provides information on the spending plans of the Directorate which support the priorities of the department.
- 1.3. High level equalities impact screenings have been carried out in respect of the savings proposals included in this report. These have been used to identify where there is likely to be an impact on service users or staff, and where impacts have been identified a full equalities impact assessment either has or will be carried out. An overview of the impact assessments for the 2013/14 budget is available from Adult Services Equalities Diversity & Inclusion Manager. A summary of this is provided below, and where appropriate comments have been cross referenced to the savings proposals outlined in Appendix 1.
- 1.4. Many of the savings proposals have low or no impact identified, and relate to efficiency savings which will have minimal effect on clients or staff. These include: AS1 which will make savings in transport by identifying areas where transport will be shared, by restructuring of internal provision transport to maximise occupancy and efficiency, by minimising the cost of journey that can be purchased and by looking at opportunities where vehicles are not required.
- 1.5. Saving proposal AS6 which includes HQ workforce efficiencies will enable the department to look at different models for providing services. These efficiencies are expected to be achieved by recycling of vacancies and will therefore will not have significant impact on County Council staff or on any specific group.
- 1.6. The remaining savings will be realised from the full year effect of changes which were made in 2012/13, which will have no further impact in 2013/14.

Full equalities impact assessments can be accessed via the link [Equality Impact Assessments](#).

**2. Impact on Crime and Disorder:**

- 2.1. The County Council has a legal obligation under Section 17 of the Crime and Disorder Act 1998 to consider the impact of all the decisions it makes on the prevention of crime.
- 2.2. The proposals in this report are not considered to adversely affect the prevention of crime.

**3. Climate Change:**

- a) How does what is being proposed impact on our carbon footprint / energy consumption?

All relevant developments within the revenue budget and capital programme are subject to specific, detailed assessments. Energy conservation, and where applicable enhancing biodiversity, are priorities for all major building schemes and the revenue budget includes an allocation to specifically encourage sustainability initiatives.

- b) How does what is being proposed consider the need to adapt to climate change, and be resilient to its longer term impacts?

Where appropriate capital schemes are planned with adaptation to climate change in mind, such as the inclusion of passive cooling through building design, rain-water and grey-water harvesting, drought resistant planting etc.

Where appropriate revenue efficiencies have been identified with climate change in mind, this includes travel, food wastage in in-house homes.

## Adult Services

### Expenditure Reduction Options – New Savings Proposals to Meet 2% Target for 2013/14

Ref.	Savings Type	Risk To Delivery	Service Activity	Description	Impact / Issues	2013/14		Full year	
						£'000	FTE	£'000	FTE
<b><u>Adult Services</u></b>									
AS 1	E	L	Transport provision for clients with Learning Disabilities, Physical Disabilities and Older People	<b>Client transport</b> – Review of transportation provision to provide more cost effective solutions.	These are efficiency savings and are not expected to impact on core service delivery to clients.	(500)		(500)	
AS 4	E	H	Services for Older People	<b>Transformation of reablement</b> – A review of the methods of delivering reablement including reviewing delivery of community response services and reablement beds and re-commissioning associated personal care services.		(1,000)		(1,000)	
AS 5	E	M	All client groups	<b>Telecare</b> – use of telecare equipment to promote independence and allow service users to stay in their homes for longer whilst providing cost effective care through reduced dependence on domiciliary care.		(315)		(1,170)	

Ref.	Savings Type	Risk To Delivery	Service Activity	Description	Impact / Issues	2013/14		Full year	
						£'000	FTE	£'000	FTE
AS 6	E	M	Various adult social care and support services	<b>Workforce</b> – Further review of HQ workforce.		(100)	(3.0)	(100)	(3.0)
AS 8	E	M	Services for Older People	<b>Tender for Older Peoples Day Care</b> – to ensure day opportunities for older people are fit for the future, cost effective and support Adult Services vision (as per Exec member report 29 June 2012)		(200)		(200)	
AS 9	E	M	All budget areas	<b>Housekeeping</b> – across all non staff budgets: - OPPD - £236,000 - LDMH - £151,000 - In-house - £2,000 Headquarters - £178,000		(567)		(567)	
AS 11			In-house LD	<b>Full Year Effect of 2012/13</b> – Review of LD residential in house services		(286)		(286)	
				<b>Total Savings</b>		<b>(2,968)</b>	<b>(3.0)</b>	<b>(3,823)</b>	<b>(3.0)</b>
AS 10	I	M		<b>Income</b> – increase in Reablement Support		(1,900)		(1,900)	
				<b>Net Total</b>		<b>(4,868)</b>	<b>(3.0)</b>	<b>(5,723)</b>	<b>(3.0)</b>

**Adult Services****Review of income 2013/14**

	Current charge	Total income (Budget 2012/13)	Date of last review	Planned date for next review	Proposed increase (if proposed now)	Proposed new Amount	Is charge subject to an assessment scale determined locally?
	£	£000				£	Yes/No
<b><u>Mandatory/National Charges</u></b>							
<b>Full Cost Weekly Charge (HCC in-house residential and nursing establishments, including respite services)</b>							
Nursing Care for Older People	511.00	9,258	Apr-12	Apr-13	7.00	518.00	No
Residential Care for Older People	455.00	6,564	Apr-12	Apr-13	7.00	462.00	No
Residential Care for Elderly Mentally Infirm	511.00	In above	Apr-12	Apr-13	7.00	518.00	No
Residential Care for people with Physical or Sensory Disability	1,008.00	79	Apr-12	Apr-13	14.00	1,022.00	No
Residential Care for Adults with a Learning Disability	903.00	135	Apr-12	Apr-13	14.00	917.00	No
Orchard Close – Standard Week	763.00	1	Apr-12	Apr-13	14.00	777.00	No

**Discretionary Charges**

**Service user contributions for non-residential care (chargeable services) are calculated based on the actual cost of care provided to service users**

**In line with Corporate Policy all discretionary charges will be increased by a inflation rate of 1.5%**

**Other Charges**

Hire of Rooms – per hour	28.40		Apr-12	Apr-13	0.40	28.80	No
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This appendix outlines the proposed charges for in-house nursing and residential services and other specific discretionary charges only. Contributions from clients toward the cost of their care are financial assessed and calculated against the amount actually paid by the County Council for services provided. This will include any annual inflationary price uplift agreed with providers, as well as any changes in the 'assessable weekly income' of the client (e.g. cost of living increases applied to pensions and other relevant benefits and income sources). The proposed income budget reflects assumptions regarding additional contributions that will be generated as a result of these types of inflationary increases.

**Adult Services  
Budget summary 2013/14**

<b>Service Activity</b>	<b>Original Budget 2012/13 £000</b>	<b>Revised Budget 2012/13 £000</b>	<b>Proposed Budget 2013/14 £000</b>
Service Strategy and Regulation	597	513	508
Older People (aged 65 or over)	120,104	136,790	128,735
Adults under 65 years with Physical or Sensory Impairment	30,339	31,658	31,928
Adults under 65 years with Learning Disabilities	107,677	107,447	107,967
Adults under 65 years with Mental Health Needs	14,402	14,876	14,426
Supported Employment	638	458	455
Other Adult Services	1,393	2,428	1,705
Supporting People	25,630	26,342	24,834
Unallocated budget	1,347	978	1,395
Non-distributed costs	339	335	335
<b>Total (IN SAP)</b>	<b>302,466</b>	<b>321,825</b>	<b>312,288</b>

**Adult Services  
Workforce implications**

<b>Service Activity</b>	<b>Estimated Staff Numbers (full-time equivalent)<sup>1</sup> 31.3.2013</b>	<b>Transfers &amp; Other Changes</b>	<b>Impact of Savings Proposals</b>	<b>Estimated Staff Numbers (full-time equivalent) 31.3.2014</b>
Older People (aged 65 or over)	1,699	-	-	1,699
Adults under 65 years with Physical or Sensory Impairment	324	-	-	324
Adults under 65 years with Learning Disabilities	445	-	-	445
Adults under 65 years with Mental Health Needs	111	-	-	111
Other Adult Services	14	-	-	14
Out of Hours	39	-	-	39
Management & Support	276	-	(3)	273
Supporting People	-	-	-	-
<b>Total</b>	<b>2,908</b>	<b>-</b>	<b>(3)</b>	<b>2,905</b>

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<sup>1</sup> The estimated staff numbers (full-time equivalent) incorporate the full-year effect impact of 2012/13 savings targets.