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To: Supporting People Commissioning Body 11 October 2011

Subject: Financial expenditure Outturn - August 2011/12

Classification: Unrestricted

Summary

To report to members of the Supporting People Commissioning Body the Supporting People commissioning team projected financial outturn and the balance held on reserves for 2011/12 as at August 2011.

The service is forecasting an under-spend of £228k for 2011/12, £177k on Commissioned Services and £51k on the Support Team.

1. Report

(1) The following report and attached appendices provide a summary overview of the projected expenditure and drawdown on reserves for the Support Team as at August 2011/12.

2. Commissioned Services,

(1) Contracted expenditure to March 2012 is forecast at £30,779k leaving an under-spend of £177k against budget. As a result of contractual/operational changes committed expenditure for the year decreased by £733k. It is proposed this is offset from bringing forward the commencement date of the new floating support service to February 2012 at a cost of £556k. It had been originally planned to set this non recurring cost against reserves. Appendix (1) shows the forecast expenditure by district to March 2012.

(2) The reduction in contracted expenditure is summarised as follows:

- A reduction in the number of units contracted with service providers due to a decrease in the number service users eligible to receive housing benefit - £177k
- A reduction in the number of contracted hours due to a decrease in the housing related support hours required by service users - £282k
- Decrease in contracted values following quality grading of service providers. Provider/Service user exiting contract. - £19k
- A scheme was rehabilitated and the number of unit reduced (50%) - £195k
- Decommissioning of a floating support service with the new build accommodation based service coming on stream. Service recipients of floating support continued to receive a service via the existing floating support providers. - £60k

3. Supporting People Team

(1) Forecast expenditure of £608k against the budget of £659k leaves a reported under-spend of £51k due to staff vacancies and staff related support costs.

4. Reserve Balances.

(1) Appendix (2) provides a summary overview of the reserve balances for 2011/12. The saving requirement from KCC is £7m and the core budget for 2011/12 is £29.8m. With forecast expenditure totalling £31.4m the estimated drawdown on reserves is £1.5m.

(2) As a result of reviewing prior year activity levels a reimbursement of £96k has been received, which has been transferred and included in the reserve account balance of £1.5m above.

Recommendations

The Supporting People Commissioning Body is asked to **agree**:

- The new floating support service to commence February 2012 at a cost to £556k for 2011/12.
- The estimated drawdown on reserves for 2011/12 of £1.5m

The Supporting People Commissioning Body is asked to **note**:

- The estimated outturn of the programme to March 2012 of £31.4m

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Appendix (1)

Supporting People Commissioned Services - Forecast outturn 2011/12

Service Type	Community Alarms	Extra Care	Floating Support Service	HIA	Long Term	Sheltered	Short Term Accomodation	Grand Total
Grand Total £	818,032	470,532	7,020,833	1,578,689	5,461,977	3,700,551	11,748,523	30,799,137

Appendix (2)

1. Summary Outturn 2011/12

	Commissioned Services	Commissioning Team	Total
	£	£	£
Gross Expenditure	30,799,137	608,087	31,407,224
<i>Income</i>			
KCC Area Base Grant	(29,821,200)		(29,821,200)
Prior year repayment	(96,193)		(96,193)
			0
Drawdown From Reserves	881,744	608,087	1,489,831

2. Reserves Balances

	2011/12
	£
Opening Balance	3,177,684
Drawdown 2010/11	
<i>Estimated commitments:</i>	
Commissioned Services	(1,489,831)
Closing Balance	1,687,853