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To: Supporting People Commissioning Body January 26 2012

Subject: Finance Outturn - November 2011/12

Classification: Unrestricted

Summary

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

The forecast net expenditure to March 2012 for the service has increased net £65k from £31,407k to £31,472k, with the service reporting a total under-spend of £164k - £99k on commissioned services and £65k on the Support Team.

The retendering of floating support is progressing well with the new services commencing between February and April 2012

1. Introduction

The following report and attached appendices provide a summary overview of the projected expenditure and drawdown on reserves for KCC - Support People as at November 2011/12.

2. Commissioned Services

(1) The forecast contracted expenditure to March 2012 has increased £78k from £30,799k to £30,877k giving rise to an under-spend of £99k. (Appendix 1&2)

(2) The increase spend of £78k follows a revision of a main providers' forecast and the commissioning of additional units, which is partly offset by a reduction in expenditure from a delay in the start date of the Sevenoaks Refuge contract. As a result of reviewing prior year activity levels a reimbursement of £96k has been received and is included in reserves.

(3) The retendering of floating support contracts of £3.3m has finished. There were 17 contracts over 8 client groups and attracted significant interest with 57 organisations submitting tenders. The new services are planned to start February 2012.

(4) A further 2 accommodation based contracts (£372k) are in the process of being procured and initial expression of interest has been strong. Details of this and the floating support contracts are provided in Appendix 3.

3. Supporting People Team

(1) The support team forecast outturn has decreased £14k from £608k to £594k increasing the reported under spend to £65k. The under spend is due to staff vacancies and support costs and the postponement of programmed IT office upgrades by KCC.

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 net forecast expenditure totalling £31.4m the estimated drawdown on reserves is £1.5m, leaving £1.6m on account at year end.

5. Recommendations

(1) The Supporting People Core Strategy Group is asked to note:

- The above report and attached appendices 1-3
- Net forecast expenditure to March 2012 of £31.4m with an estimated drawdown on reserves for 2011/12 of £1.5m

Contact details –

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Supporting People 2011/12**Finance Summary****1.Forecast Outturn - November**

	Commissioned Services £k	Support Team £k	Total £k
Gross Expenditure (November)	30,878	594	31,472
Budget - KCC	(29,821)		(29,821)
Budget - Reserves	(1,155)	(659)	(1,814)
Net Expenditure	(99)	(65)	(164)

2. Drawdown on Reserves

	Commissioned Services £k	Support Team £k	Total £k
Gross Expenditure (November)	30,878	594	31,472
Prior year repayment	(96)		(96)
Net Expenditure	30,781	594	31,376
KCC Area Base Grant	(29,162)	(659)	(29,821)
Drawdown From Reserves	1,619	(65)	1,555

2. Reserves Balances

	2011/12 £
Opening Balance	3,178
Forecast Drawdown 2010/11	(1,555)
Forecast Closing Balance	1,623

Retendered Services 2011/12

Contract	Value	Start date
Floating Support:		
Generic (North)	£480,000	6 th February 2012
Generic (South)	£531,000	6 th February 2012
Generic (East)	£555,000	6 th February 2012
Generic (West)	£446,000	6 th February 2012
Offenders (West)	£52,000	6 th February 2012
Offenders (East)	£64,000	6 th February 2012
Mental Health (West)	£159,000	6 th February 2012
Mental Health (East)	£199,000	6 th February 2012
Young People at Risk (East)	£149,000	6 th February 2012
Young People at Risk (West)	£125,000	6 th February 2012
BME (East)	£34,000	6 th February 2012
BME (West)	£50,000	6 th February 2012
Domestic Abuse (East)	£167,000	6 th February 2012
Domestic Abuse (West)	£159,000	6 th February 2012
Rough Sleepers (East)	£68,000	6 th February 2012
Rough Sleepers (West)	£68,000	6 th February 2012
Deaf (Countywide)	£40,000	6 th February 2012
Accommodation-based:		
Teenage Parents (Maidstone)	£93,070	1 st April 2012
Young People at Risk (Dover)	£279,209	1 st April 2012
Total	£3,718,279	