

From: Roger Gough, Cabinet Member for Children, Young People and Education
Matt Dunkley, Corporate Director for Children, Young People and Education

To: Corporate Parenting Panel - 1 June 2018

Subject: **REVISION OF RATES PAYABLE AND CHARGES LEVIED FOR CHILDREN'S SERVICES IN 2018-19**

Classification: Unrestricted

Past Pathway of Paper: Children's, Young People and Education Cabinet Committee, 8 March 2018
Cabinet Member decision – record of decision attached as Appendix 2

Electoral Division: All

Summary:

This paper sets out the revision to the rates payable and charges levied for children's services within Kent for the 2018-19 financial year.

Recommendation(s):

The Corporate Parent Panel is asked to Note the decision taken by the Cabinet Member for Children, Young People and Education in March 2018 to:

- (i) **APPROVE** the changes to the rates payable and charges levied for Children's Services in 2018-19 as detailed in section 2 of this report.
- (ii) **NOTE** both the changes to the following rates that are dictated by external agencies: Inter-agency charges and Essential Living Allowance and; any charges to other Local Authorities for use of in-house respite residential beds are to be calculated on a full cost recovery basis.
- (iii) **DELEGATE** authority to the Corporate Director of Children, Young People and Education, or other nominated officer, to undertake the necessary actions to implement the decision.

1. Introduction

- 1.1 This report is produced annually and seeks approval for the Council's rates and charges levied for the forthcoming financial year.
- 1.2 The report distinguishes between these rates and charges over which Members can exercise their discretion and those which are agreed nationally.

1.3 In relation to those rates and charges where Members can exercise their discretion, we have traditionally increased these annually in line with the annual CPI increase. In recent times, as CPI has been so low, a hybrid blended model has been adopted which included CPI and the average percentage increase for KCC pay performance. The CPI increase between September 2016 and September 2017 is +3% and we believe this represents a fair and responsible percentage increase and have therefore reverted to using solely CPI as the inflation indicator.

1.3 The effective date for these rate changes is 1 April 2018 and they will apply until 31 March 2019 or until a decision is taken to revise these rates further, whichever is sooner.

1.4 In relation to the increases to the rates we pay, additional funding has been included within the Directorate’s 2018-19 budget proposals, under the heading “Inflation - Children’s Social Care” at just under £1.5m. This calculation includes the a +3% uplift for all in-house fostering and associated payments.

2. Rates payable and charges levied for Children’s Services

2.1 The remainder of this report set out the methodology for each rate increase. Attached at appendix 1 is a list of all rates and charges for 2018-19 compared to the approved 2017-18 rates and charges.

2.2 Adoption Service Charges

Inter-Agency Charges – Voluntary Adoption Agencies and Local Authorities

The inter-agency fee for adoption was first introduced in 1992 to reflect the expenditure incurred in family finding, preparation and placement of children. These charges are agreed by the following; Local Government Agency (LGA), Consortium of Voluntary Agencies (CVAA), Association of Directors of Children Services (ADCS) and Society of Local Authority Chief Executive (SOLACE) and therefore are not within our discretion to alter. The rates for 2018-19 remain unchanged from those published in 2014-15.

Local Authority	
One Child	£27,000
2 Siblings	£43,000
3+ Siblings	£60,000
Voluntary Adoption Agencies	
One Child	£27,000
2 Siblings	£43,000
3 Siblings	£60,000
4 Siblings	£68,000
5 Siblings	£80,000

Review of the Interagency Fee

Last year, ADCS, CVAA and LGA issued a joint statement on the future of the interagency fee. This statement recognised the changing landscape of adoption, with the move towards regional adoption agencies and the need to offer some clarity on the interagency fee going forward. ADCS, CVAA and LGA also committed to reviewing the level at which the interagency fee is set. We await the review findings.

2.3 Foster Care Payments

a) Maintenance

The Council has traditionally maintained a direct link to the Department for Education (DfE) published fostering rates. The DfE published have now published their 2018-19 Fostering Rates (<https://www.gov.uk/foster-carers/help-with-the-cost-of-fostering>)

The figures in the table below have been calculated by taking the DfE published rates, dividing by 52 and multiplying by 56. This provides an additional four weeks of funding to Kent foster carers to cover holidays, birthdays, religious observations and Christmas.

	2018-19 Minimum weekly rates
All placements under 2 years old	£150.77
All placements 2 to 4 years old	£155.08
All placements 5 to 10 years old	£172.31
All placements 11 to 15 years old	£196.00
All placements over 16 years old	£230.46

Please note that these rates also apply to Permanency Arrangement Orders payments within Children's Services e.g. Adoption and Special Guardianship Orders.

b) Reward Element

An increase of +3.0% based on the CPI rate for 2018-19.

- Non-related placements for 0 to 8 years old £113.60 per week
- Non-related placement for 9 to 18 years old £215.77 per week

c) Disability Enhancement

An enhancement will be paid to all foster carers of disabled children whose case is open to the Disabled Children's Service or Sensory Loss Team. An assessment is undertaken by the child's social worker to determine the level of needs, presented to the funding panel. The enhancement rate is to be reviewed on a yearly basis. There are currently two rates:

Standard – Carers will receive an enhancement payment of 30% uplift of the higher reward element.

This equates to a rate of £64.73 per week.

Enhanced – Carers will receive an enhancement payment of 40% uplift of the higher reward element.

This equates to a rate of £86.31 per week.

2.4 Foster Care Skills Based Payments

Payment for Skills was introduced in 2007 and is based on foster carers meeting a required level of competence through qualifications and a competency framework. This is currently under review, to allow greater flexibility for progression through the skills levels, rewarding years of service and wider contributions to Kent Fostering, alongside existing training and qualifications. The review is being undertaken with the Foster Carer ambassadors and Kent Foster Carer Association (KFCA).

It is recommended that these rates receive an uplift in line with the CPI rate +3.0%. The new rates for 2018-19 are:

Level 2	£21.04 per week
Level 3	£52.58 per week

Any recommended changes following the review would be presented to members for agreement before implementation.

2.5 Specialist Foster Care Payments

a) Single Placement Supplement

This is calculated as twice the age-related reward element

Age 0 to 8 years old	£227.20
Age 9 to 18 years old	£431.54

b) Therapeutic Fostering Supplement

This scheme ended on 31 March 2018.

2.6 Essential Living Allowance

This is the weekly payment to Care Leavers including Unaccompanied Asylum Seeking Children (UASC). The rate payable is in line with the Job Seeking Allowance for a single adult aged under 25 of £57.90 from 1 April 2018. Please note that this rate has been frozen at the 2017-18 amount.

2.7 Other Local Authority Charges

a) Social work support and assessment

This relates to KCC social workers undertaking work on behalf of other local authorities. The proposed rate for 2018-19 is £72.38 per hour.

b) Administration fee associated with social work support and assessment

This relates to the administration fee to cover the time associated with recharging other local authorities, and it is credited to the social work team claiming the recharge. The proposed flat rate for 2018-19 is £20.00 per invoice.

c) Residential Respite Service

This relates to a charge we make to other local authorities who place children in our in-house respite residential beds. The value of the charge will be agreed by the operational service on an individual home basis, and will be calculated based on full cost recovery.

3. Recommendation(s):

The Corporate Parent Panel is asked to Note the decision taken by the Cabinet Member for Children, Young People and Education in March 2018 to:

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- (ii) **NOTE** both the changes to the following rates that are dictated by external agencies: Inter-agency charges and Essential Living Allowance and; any charges to other Local Authorities for use of in-house respite residential beds are to be calculated on a full cost recovery basis.
- (iii) **DELEGATE** authority to the Corporate Director of Children, Young People and Education, or other nominated officer, to undertake the necessary actions to implement the decision.

8. Background Documents (plus links to document)

Report to Children's, Young People and Education Cabinet Committee on 8 March 2018

<https://democracy.kent.gov.uk/ieListDocuments.aspx?CId=894&MId=7730&Ver=4>

Cabinet Member Decision - 18/00004 - Proposed Revision of Rates Payable and Charges Levied by Kent County Council for Children's Social Care Services in 2
<https://democracy.kent.gov.uk/ieDecisionDetails.aspx?ID=2152018-19>

9. Contact details

Report Author

- Simon Pleace
- Finance Business Partner for Children, Young People and Education
- 03000 416947
- simon.pleace@kent.gov.uk

Relevant Directors:

- Matt Dunkley CBE
- Corporate Director for Children, Young People and Education
- 03000 416991
- matt.dunkley@kent.gov.uk

- Sarah Hammond
- Interim Director for Specialist Children's Services
- 03000 411488
- matt.dunkley@kent.gov.uk

Children's Social Care – Comparison between approved 2017-18 and 2018-19 rates and charges

Description of Payment/Charge	Basis	2017-18	2018-19 Rate	Movement in Rate	
		Rate		£	%
		£	£	£	%
Adoption Service Charges					
<i>Local Authority</i>					
One child	per child	£27,000	£27,000	£0	0%
2 Siblings	per child	£43,000	£43,000	£0	0%
3+ Siblings	per child	£60,000	£60,000	£0	0%
<i>Voluntary Adoption Agencies</i>					
One child	per child	£27,000	£27,000	£0	0%
2 Siblings	per child	£43,000	£43,000	£0	0%
3 Siblings	per child	£60,000	£60,000	£0	0%
4 Siblings	per child	£68,000	£68,000	£0	0%
5 Siblings	per child	£80,000	£80,000	£0	0%
Foster Care – Maintenance					
All placements under 2 years old	Weekly	£148.62	£150.77	£2.15	1.4%
All placements 2 to 4 years old	Weekly	£152.92	£155.08	£2.16	1.4%
All placements 5 to 10 years old	Weekly	£170.15	£172.31	£2.16	1.3%
All placements 11 to 15 years old	Weekly	£192.77	£196.00	£3.23	1.7%
All placements over 16 years old	Weekly	£227.23	£230.46	£3.23	1.4%
Foster Care - Reward					
Non-related placements for 0 to 8 years old	Weekly	£110.29	£113.60	£3.31	3.0%
Non-related placement for 9 to 18 years old	Weekly	£209.49	£215.77	£6.28	3.0%
Foster Care - Disability Enhancement					

Appendix 1

Standard	Weekly	£62.85	£64.73	£1.88	3.0%
Enhanced	Weekly	£83.80	£86.31	£2.51	3.0%
Foster Care Skills Based Payments					
Level 2	Weekly	£20.43	£21.04	£0.61	3.0%
Level 3	Weekly	£51.05	£52.58	£1.53	3.0%
Specialist Foster Care Payments					
<i>Single Placement Supplement</i>					
Age 0 to 8 years old	Weekly	£220.58	£227.20	£6.62	3.0%
Age 9 to 18 years old	Weekly	£418.98	£431.54	£12.56	3.0%
Essential Living Allowance					
Job Seekers Allowance rate for single adult aged under 25	Weekly	£57.90	£57.90	£0	0%
Other Local Authority Charges					
Fostering services – Social work support and assessment	Hourly	£70.27	£72.38	£2.11	3.0%
Administration fee associated with social work support and assessment	Invoice	£10.46	£20.00	£9.54	91.2%