

By: Deputy Leader and Cabinet Member for Finance and Traded Services,
Peter Oakford
Interim Corporate Directors of Finance, Cath Head and Dave Shipton
Corporate Directors

To: CABINET – 3 December 2018

Subject: **REVENUE & CAPITAL BUDGET MONITORING - SEPTEMBER 2018-19**

Classification: Unrestricted

1. SUMMARY

- 1.1 This report provides the budget monitoring position up to 30 September 2018-19 for both revenue and capital budgets.
- 1.2 The format of this report is:
- This covering summary report which provides a high level financial summary and highlights only the most significant issues, as determined by Corporate Directors.
 - Appendix 1 – a high level breakdown of the directorate monitoring positions;
 - Appendix 2 – activity information for our highest risk budgets;
 - Appendix 3 – details of the Asylum service forecast and key activity information including grant rates compared to actual forecast unit costs;
 - Appendix 4 – details of the movement in Reserves;
- 1.3 Cabinet is asked to note the forecast revenue and capital monitoring position. It is essential that a balanced revenue position is achieved in 2018-19, as any residual pressures rolled forward into 2019-20 will only compound an already challenging 2019-20 budget position. The forecast revenue pressure is £3.886m (including Corporate Director adjustments) increasing to £5.870m including roll forwards and this needs to be managed down to at least a balanced position. The forecast has decreased by -£0.137m (excluding roll forward requests) and -£0.042m (including roll forward requests) from the previous month's position.
- 1.4 Although this forecast revenue pressure is an improvement compared to the position at the same point last year, we cannot be complacent and any savings that can be made which address future years pressures will help meet the 2019-20 gap and subsequent years.
- 1.5 £2.067m of the forecast pressure relates to the Asylum service and negotiations continue with the Home Office to seek full reimbursement of the costs of supporting unaccompanied asylum seekers and care leavers.
- 1.6 There is a reported variance of -£65.792m on the 2018-19 capital budget (excluding schools and PFI). This is a movement of -£27.254m from the previous report and is made up of +£2.778m real movement and -£30.032m rephasing movement.

2. RECOMMENDATIONS

- 2.1 **Note** the forecast revenue budget monitoring position for 2018-19 and capital budget monitoring position for 2018-19 to 2020-21, and that the forecast pressure on the revenue budget needs to be eliminated as we progress through the year.
- 2.2 **Agree** that any additional Business Rate receipts received under the 100% retention pilot over and above the 2018-19 budgeted amount, are transferred to the local taxation equalisation reserve to smooth future fluctuations in the business rates baseline and collection fund. The Quarter 1 monitoring from Maidstone Borough Council who undertake the overall monitoring for the pool shows the position is broadly on track with our assumptions.
- 2.3 **Approve** the capital cash limit adjustment proposed in section 5.
- 2.4 **Note** the half year position of the Revenue Reserves at Appendix 4.

3. SUMMARISED REVENUE MONITORING POSITION

- 3.1 Overall the net projected revenue variance for the Council as reported by budget managers is a pressure of £3.886m. After allowing for roll forwards the position increases to £5.870m. This forecast position, after roll forward requirements, represents a movement of -£0.042m. The main reasons for the movement this month are provided in section 3.3 below.

In total, this position reflects that we are on track to deliver the majority of the £50.2m of savings included in the approved budget for this year, but further work is urgently required to identify options to eliminate the residual £5.870m forecast pressure. The position by directorate, together with the movement from the last report, is shown in table 1a & 1b below.

3.2 Table 1: Directorate revenue position

Directorate	Budget	Net Forecast Variance *	Corporate Director Adjustment	Revised Net Variance	Last Reported Position	Movement
	£m	£m	£m	£m	£m	£m
Adult Social Care & Health						
Strategic Management & Directorate Budgets (ASCH)	32.938	-3.514	0	-3.514	-3.499	-0.015
Disabled Children, Adult Learning Disability & Mental Health	231.668	3.344	0	3.344	3.437	-0.093
Older People & Physical Disability	153.563	-0.099		-0.099	-1.233	1.134
<i>Total Adult Social Care & Health</i>	<i>418.169</i>	<i>-0.269</i>	<i>0.000</i>	<i>-0.269</i>	<i>-1.295</i>	<i>1.026</i>
Children, Young People & Education						
Strategic Management & Directorate Budgets (CYPE)	2.270	1.898	0.110	2.008	1.057	0.951
Education Services, Planning & Resources	39.462	4.577	-0.998	3.579	4.378	-0.799
Quality & Standards	1.239	0.000		0.000	0.000	0.000
Early Help & Preventative Services	18.060	-0.964		-0.964	-0.998	0.034
Specialist Children's Services	125.027	2.192		2.192	2.479	-0.287
<i>Total Children, Young People & Education</i>	<i>186.058</i>	<i>7.703</i>	<i>-0.888</i>	<i>6.815</i>	<i>6.915</i>	<i>-0.100</i>
Growth, Environment & Transport						
Strategic Management & Directorate Budgets (GET)	0.662	0.582		0.582	0.570	0.012
Economic Development	4.635	-0.060		-0.060	-0.050	-0.010
Highways, Transportation & Waste	140.859	-0.533		-0.533	-0.534	0.001
Environment, Planning & Enforcement	14.609	0.533		0.533	0.557	-0.024
Libraries, Registration & Archives	9.413	-0.299		-0.299	-0.243	-0.056
<i>Total Growth, Environment & Transport</i>	<i>170.178</i>	<i>0.223</i>		<i>0.223</i>	<i>0.301</i>	<i>-0.077</i>
Strategic & Corporate Services						
Strategic Management & Directorate Budgets (S&CS)	-2.151	-0.017		-0.017	-0.015	-0.002
Engagement, Organisation Design & Development	15.520	0.501		0.501	0.537	-0.036
Finance	11.092	-0.116		-0.116	-0.131	0.015
General Counsel	5.013	-0.003		-0.003	0.000	-0.003
Infrastructure	38.707	0.720		0.720	0.693	0.027
Strategic Commissioning including Public Health	8.098	-0.013		-0.013	-0.006	-0.007
Strategy, Policy, Relationships & Corporate Assurance	1.773	0.071		0.071	0.075	-0.004
Business Services Centre	-3.304	0.000		0.000	0.000	0.000
<i>Sub Total Strategic & Corporate Services</i>	<i>74.748</i>	<i>1.143</i>	<i>0</i>	<i>1.143</i>	<i>1.153</i>	<i>-0.010</i>
Financing Items & Unallocated	114.782	-3.226	-0.800	-4.026	-3.050	-0.976
TOTAL (Excl Schools)	963.935	5.574	-1.688	3.886	4.024	-0.137
<i>Schools (CYPE Directorate)</i>	<i>0</i>	<i>9.999</i>		<i>9.999</i>	<i>9.011</i>	<i>0.988</i>
TOTAL	963.935	15.573	-1.688	13.885	13.035	0.851

Directorate		Budget	Net Forecast Variance *	Corporate Director Adjustment	Revised Net Variance	Last Reported Position	Movement
		£m	£m	£m	£m	£m	£m
Variance from above (excl Schools)					3.886	4.024	-0.138
Roll Forwards	- committed						0.000
	- re-phased				1.984	1.888	0.096
	- bids						0.000
Total Roll Forward Requirements					1.984	1.888	0.096
(-ve) Uncommitted balance / (+ve) Deficit					5.870	5.912	-0.042

* the variances reflected in appendix 1 will feature in this column

3.3 Table 1b: Provisional Directorate **revenue** position after roll forwards:

Directorate	Variance £m	Roll Forwards			Revised Variance £m
		Committed £m	Re-phased £m	Bids £m	
Adult Social Care & Health	-0.269		1.043		0.774
Children, Young People & Education	6.815		0.941		7.756
Growth, Environment & Transport	0.223				0.223
Strategic & Corporate Services	1.143				1.143
Financing Items & Unallocated	-4.026				-4.026
TOTAL (Excl Schools)	3.886	0.000	1.984	0.000	5.870

3.3.1 The main reasons for the movement of -£0.137m before roll forwards and -£0.042m after roll forwards are:

3.3.2 Adult Social Care and Health:

The overall movement for the Directorate forecast variance since the August position is an increase of +£1.026m. An explanation of significant movements is detailed below.

3.3.2.1 Strategic Management and Directorate Budgets – Adults

The pressure within Strategic Management and Directorate has decreased since August by -£0.015m.

This movement relates to several offsetting movements across various service lines. The largest of these is within 'Strategic Management & Directorate Support' key service line. Additional project officer support has been recruited to continue work on the Directorate's Transformation agenda which is funded by offsetting underspends within 'Budget & Saving Plans to be allocated' and 'Community Based Preventative Services - Other Adults'.

3.3.2.2 Disabled Children, Adult Learning Disability and Mental Health

The pressure within 'Disabled Children, Adult Learning Disability & Mental Health' has decreased by -£0.093m since August. In addition, savings forecasts totalling -£0.418m previously held within 'Budget & Saving Plans to be allocated (LDMH)' have now been

assigned to the appropriate services in line with the Directorate's ongoing Transformation Plan; +£0.171m to 'Adult Learning & Physical Disability Pathway - Community Based Services' and +£0.247m to 'Adult Mental Health - Community Based Service'.

A decrease in the pressure against Learning Disability Residential Care services has been reported of -£0.125m. This is primarily due to a decrease in the estimated costs associated with a home closure. In addition, the forecast for transport of clients to Day Care services has been reduced by -£0.100m based on spend to date. Mental Health Supported Living has reported a decrease in pressure of -£0.083m due to the release of unrealised creditors.

These decreases are offset by an increase of +£0.240m within Looked After Children's Services. Residential services for children with a disability (0-18) have increased by +£0.170m due an increase in activity and a change in placement for an existing client. Children & young people social care staffing has increased by +£0.080m due to maternity leave cover and staff retention payments.

3.3.2.4 Older People and Physical Disability

The pressure on 'Older People & Physical Disability' has increased since August by +£1.134m.

+£1.538m relates to Residential and Nursing Care Services across both client categories, which is indicative of increased service usage. Some of this increase is associated with the beginning of seasonal winter pressures. There is also a slight under-recovery of client income. It is anticipated that pressures will increase within this service area over the winter period.

Supporting Independence Services for clients aged eighteen to sixty-four have experienced an increase in pressure of +£0.326m from the August position. This is in line with increased activity.

These increases are partially offset by a decrease in Assistive and Adaptive Technology of -£0.200m, due to reduced activity in the Telecare service. The pressure against 'Older People & Physical Disability Assessment Services' has decreased by -£0.436m, primarily due to a delay in recruitment following the Assessment Service redesign project.

3.3.3 Children, Young People and Education Directorate:

The forecast for Children, Young People and Education Directorate indicates an overall pressure of £6.815m (after Corporate Director adjustments of -£0.888m and before the Tackling Troubled Families roll forward request – see 3.4.2). £2.067m of this pressure relates to the Asylum service. This variance has moved by -£0.100m from August monitoring.

This small reduction in the forecast position is comprised of a number of compensating movements across the Children, Young People and Education Directorate. The most significant are described below.

3.3.3.1 Strategic Management & Directorate Budgets (CYPE)

The Strategic Management & Directorate Budgets (CYPE) forecast has increased by +£0.951m after Corporate Director adjustments. Previous monitoring reports have identified a risk in the deliverability of the integration savings in 2018-19 due to the delay in the recruitment of senior posts; the Directorate are now reporting compensating one-off savings to set against +£1.270m of the delayed integration savings reported against this budget line

(see below). In addition, the number of early retirements was lower than expected (-£0.319m).

3.3.3.2 Education Services, Planning & Resources

The pressure on Home to School/College Transport Services has increased by +£0.446m based on the initial pupil numbers for the 2018-19 academic year.

3.3.3.3 Quality & Standards

There has been a reduction in the forecast position of -£0.975m due to the removal of funding set aside in respect of The Education People (TEP). Along with an additional -£0.295m one-off pension saving from the delayed launch of the company by five months.

3.3.3.4 Specialist Children's Services - Asylum

The Asylum service has seen a reduction in forecast of -£0.270m due to higher income received for Care Leavers in 2017-18 than previously assumed.

3.3.4 Growth, Environment & Transport:

The current position is a forecast pressure of +£0.223m, which is a net improvement of -£0.078m from last month. The residual pressure will continue to be reviewed over the coming months, with a view to achieving a balanced position by the year-end, other things remaining equal.

3.3.5 Strategic & Corporate Services:

The overall forecast for the Strategic and Corporate Services Directorate is almost unchanged since the August monitoring report with a net movement of just -£0.010m.

Included within the Directorate budget is Public Health expenditure which is funded from a ring-fenced grant. The current forecast outturn is an underspend of -£0.580m which is a reduction of -£0.340m from the position reported to Cabinet last month. Within this is a decrease in "Public Health - Sexual Health" of -£0.224m, resulting from a reduction in prescribing costs relating to long acting reversible contraception and activity. The "Public Health - Healthy Lifestyles" forecast is down by -£0.102m following reductions in the number of Health checks/invites and Stop Smoking prescribing costs. Other minor changes make up the balance of the movement of -£0.014m.

3.3.6 Financing Items

The underspend has increased by £0.976m this month, of which £0.800m relates to a Corporate Director adjustment due to the release of half of the non specific price provision based on expected requirements. The remaining movement relates to the net impact of recent debt restructuring.

3.4 Revenue budget monitoring headlines (please refer to Appendix 1)

3.4.1 Adult Social Care and Health

The overall forecast variance for the Directorate is an underspend of -£0.3m and an explanation of significant variances are detailed in the paragraphs below.

This variance position reflects activity data to date in the 2018-19 financial year and we will continue to refine the forecast alongside activity trends over the remaining months. No Corporate Director Adjustments have been proposed;

The Directorate is requesting to roll forward £1.0m for the dedicated piece of work to clear the Deprivation of Liberty Safeguarding (DoLS) backlog (see 3.4.1.1). This will bring the position down to an overspend of +£0.8m.

3.4.1.1 Strategic Management and Directorate Budgets – Adults

The forecast variance for 'Strategic Management & Directorate Budgets - Adults' is -£3.5m.

- This variance relates mainly to centrally held funds still to be allocated which cover pressures already recognised within the forecast position. It includes a -£1.7m underspend against sustainability funding, which partially offsets pressures from unachievable in year savings of +£0.4m.
- There is an underspend of -£1.1m within Safeguarding Adults. This underspend primarily relates to a planned underspend of -£1.0m on the dedicated piece of work to clear the DOLS' backlog, as the contract did not commence until August and is funded with one off budget, a request is being made to roll forward the underspend to 2019-20.
- An underspend of -£1.1m against 'Strategic Management & Directorate Support' primarily relates to 'Housing Related Support' services commissioned for clients with Learning Disabilities, where contracts with several providers have come to an end. Support for these clients is being provided through 'Learning Disability Community Based Services' such as 'Supporting Independent Living' services.

3.4.1.2 Disabled Children, Adult Learning Disability and Mental Health

Disabled Children, Adult Learning Disability and Mental Health Services are forecasting a net pressure of +£3.3m.

- +£1.8m of this pressure relates to Learning Disability Community Based Services (26+) where there is increasing activity within the Supporting Independent Living Service. The cost of growing complexity and increasing client numbers is creating a pressure. Additional pressure has been created by clients previously supported under the Housing Related Support contracts. These clients are now receiving Learning Disability Community Services. This will be partially offset by the allocation of centrally held funds in the Strategic Management and Directorate Budgets (see 3.4.1.1).
- There is an additional pressure of +£0.5m related to Mental Health Services. This reflects increased complexity of needs within this client group.
- A forecast pressure of +£0.8m is reported within services for children with a disability (0-18). This relates to an increase in cost of complex residential placements for young children and is reflecting the full year effect of increases in both activity and the cost of care packages in the final quarter of the previous financial year (+£1.1m). This pressure is partially offset by underspends in day care and direct payment services of -£0.3m.

- There is a further +£0.2m pressure on children & young people social care staffing which reflects the need for the service to maintain low numbers of vacancies and the use of agency to meet the current demands for the service. The pressures on this service are expected to continue and will need to be reflected in the 2019-22 MTFP.

3.4.1.3 Older People and Physical Disability

Older People and Physical Disability services are forecasting a net underspend of -£0.1m, which includes several offsetting variances. The most significant variances are detailed below.

- Older People (65+) Residential Services is reporting an overspend of +£1.8m. This is indicative of increased service usage. It is anticipated that pressures will increase within this service area over the winter period.
- Older People (65+) Community Services is reporting an overspend of +£1.2m. This position reflects current activity trends in combination with an adjustment built into the position for projected future demographic growth.
- The pressure in Older People (65+) Community Services is offset by a variance of -£0.9m against Adaptive & Assistive Technology (as efficiencies within the procurement and running of this service come into full effect in 2018-19), and an underspend of -£0.7m against Carers Support.
- There is also an underspend forecast of -£1.4m against Assessment Staffing. This is due to staff vacancies in combination with a slippage in recruitment following the Assessment Service redesign project.
- The Older People and Physical Disability forecast assumes that there will be also be some increased activity over the winter months.

3.4.2 Children, Young People and Education Directorate

The forecast for Children, Young People and Education Directorate indicates an overall pressure of £6.8m (after Corporate Director adjustments of -£0.9m), of which £2.1m relates to the Asylum service.

Tackling Troubled Families has achieved additional income of -£0.9m as a result of more successful Payment By Results submissions to the MHCLG and is requesting roll forward of this surplus into the next financial year in order to ensure there is sufficient funding to maintain this programme in 2019-20. This roll forward increases the forecast pressure to £7.8m.

3.4.2.1 Strategic Management & Directorate Budgets (CYPE)

£2.3m of the pressure relates to the integration savings target that is not expected to be made due to a delay in the appointment of senior posts. Short term compensating savings are being reported below and any further savings specifically related to integration will be reflected against the relevant budget lines as and when agreed. The wider impact of integration is being developed to deliver the full saving in 2019-20 through the Change for Kent Children Programme. This pressure is partially offset by the one-off reduction in early retirement costs from 2017-18 of -£0.3m.

3.4.2.1 Education Services, Planning & Resources

There are a number of pressures from 2017-18 which are continuing into 2018-19, including:

- ongoing school security costs of +£0.4m;
- the installation, hire, and removal of mobile classrooms to support the Basic Need programme of +£0.8m;
- +£0.4m revenue maintenance costs associated with schools are expected to be more than the grant available. This covers both planned maintenance agreements and subsequent resultant work which falls under the Total Facilities Management contracts.

There are also emerging pressures on:

- The Education Psychology Service of +£0.6m, due to increasing statutory workloads which is resulting in the continual use of agency staff to cover staff vacancies and the need to offer enhanced salary packages to attract and retain permanent staff. In addition, as the service focused on meeting its statutory responsibilities, it has had to reduce traded activities which led to a shortfall in income;
- +£0.9m pressure in home to school and college transport. Early indications, based on the September pupil numbers, suggest a pressure of +£1.2m on SEN home to school transport offset by -£0.3m underspend on mainstream transport service. More detailed work is underway to understand the rise in demand and confirmation of the October pupil numbers (to be reported to Cabinet in January 2019) will provide further clarity on this forecast;
- +£1.5m support of children with Special Education Needs (SEN). The pressure is resulting from the increasing provision of therapy services, home tuition and higher demand for statutory assessments, along with additional payments to reflect the greater complexity of needs of the pupils placed in our special schools and specialist resource provision.
- +£0.2m shortfall in traded income relating to emergency planning due to more limited market requirement.

Where the demands and subsequent financial pressures are expected to continue into 2019-20, this is being highlighted in the medium-term plan submission.

The pressures above are partially offset by removing funding set aside in respect of The Education People (TEP). In addition, due to the delay in the launch of the company there is also a -£0.3m one-off pension saving.

3.4.2.2 Specialist Children's Services (excluding Asylum)

The Specialist Children's Service is forecasting a +£0.1m pressure which is formed from a number of compensating variances. The Care Leavers Service is forecasting a pressure of +£0.6m resulting from the need to recruit additional staff and the use of agency staff to meet the current demand of supporting children. This also includes the anticipated impact of new legislation requiring local authorities to continue to offer support to young people up to the age of 25. The impact of this new legislation is expected to be ongoing and will increase in future years.

A pressure of +£0.4m is forecast for Looked after Children placement costs, pressures on the cost of legal services (+£0.8m) and residential care (+£0.4m) and are partially offset by underspends on fostering services (-£0.7m of which -£0.3m is one-off) and secure accommodation (-£0.1m). This reflects the ongoing pressure resulting from the service

supporting increasingly complex children requiring more specialist placements (at a higher cost) rather than an increase in the overall number of looked after children. Children Social Work is also seeing a significant rise in the overall cost for legal proceedings even though the number of proceedings has remained constant. Work is ongoing with Invicta Law to understand the underlying causes and results will be reported in future monitoring reports and reflected in the MTFP as required.

These pressures are largely offset by anticipated underspends on the safeguarding service (-£0.1m) and unit costs across adoption & special guardianship orders (-£0.8m) partially resulting from the full year effect of the means-testing which was introduced in 2017-18.

3.4.2.3 Specialist Children's Services – Asylum Seekers:

The pressure on the Asylum Service is expected to continue, with an estimate of +£2.1m shortfall in grant income based on a number of assumptions. The Home Office confirmed in a letter to the Leader (dated 18 July 2018) that there has been a delay in completing their review of Local Authority funding rates. As such the Home Office have confirmed that whilst the review is ongoing, the current rates we receive will continue to be paid.

Negotiations continue with the Home Office to recover the shortfall in funding for this service over recent years.

The main variances for the Asylum service are:

- -£0.4m surplus in grant income from supporting under 16 year olds. This is in line with previous years and is normally used to offset any shortfalls in grant relating to 16-17 year olds and 18+ care leavers.
- +£0.2m shortfall in grant income for supporting 16-17 year olds. There is still a number of children placed in higher cost placements that arrived before the age of 16, which have chosen to remain in their current placements. Attempts to move any individual who is settled in their placement is likely to result in legal challenge. This pressure is less than the previous year as it is assumed new 16-17 year olds will be placed in lower cost supported accommodation settings.
- +£0.7m shortfall in grant income to support the National Transfer Scheme Reception Centre. The pressure on this service has increased since 2017-18 as the number of new UASC arrivals has reduced leading to a reduction in the total grant received to run this service and therefore a greater overall shortfall in funding.
- +£1.1m shortfall in grant income for supporting care leavers (18+). Historically, the grant rate has not been sufficient to recover the costs associated with supporting this age group. Work is progressing to ensure care leavers are applying for both job seekers allowance and housing benefit where eligible to do so.
- -£0.2m surplus as the final 2017-18 Home Office grant received for Care Leavers was higher than previously expected.
- +£0.4m placement costs associated with children who are presented to us as Asylum Children that are deemed not to be eligible for the Home Office Grant (referred to as ineligible children).

3.4.3 Growth, Environment and Transport

3.4.3.1 The overall position for the Directorate is a forecast variance of +£0.2m, with +£2.8m of pressures being mostly offset by forecast underspends of -£2.6m. The latter includes a number of one-off initiatives that have been implemented to try and bring the budget into balance. A number of the pressures will likely continue into 2019-20 and will need accounting for as part of the budget build to ensure sufficient resource is available.

3.4.3.2 Strategic Management & Directorate Budgets

The Directorate is showing a pressure of +£0.7m against the “Budget & Savings Plans to be allocated” key service line. Offsetting management action is shown against individual key services including -£0.1m against the Strategic Management & Directorate Budget. Permanent solutions to these saving allocations are being sought but for the current year, a number of one-off initiatives have been implemented.

3.4.3.3 Highways, Transportation and Waste

There is an overall pressure within Waste Facilities & Recycling Centres of +£0.9m, despite the forecast volume of waste being -16,626 tonnes below budgeted levels.

Increases in Materials Recycling Facilities (MRF) costs since the budget was set has led to a pressure of +£0.6m. Reduced paper and card waste income (-5,877 tonnes), as well as a significant drop in the price we receive, has left an income shortfall of +£0.7m, whilst additional composted waste of +4,834 tonnes has added a further +£0.4m to the forecast meaning a total pressure of +£1.7m.

These pressures have been partially offset by a reduction of -4,535 tonnes (-£0.3m) of recycling credits; the insurance settlement for North Farm -£0.2m; as well as -£0.8m of forecast underspend due to the current mix of waste types (each with their own disposal cost) forecast to cost less than budgeted levels means total savings/underspends of -£1.3m.

The net +£0.4m pressure referred to above, along with other minor aggregated variances of +£0.5m, reconcile back to the +£0.9m overall pressure. Further details on activity can be found in Appendix 2.15.

The above pressures are almost completely offset as Residual Waste is forecasting a significant underspend of -£0.8m. This is due to two primary reasons, firstly -£0.4m of predicted volume variance of -4,481 tonnes across Waste to Energy and Waste Treatment Final Disposal contracts (see Appendix 2.14) and secondly, an additional -£0.4m of trade waste income.

Highway Asset Management (Roads and Footways) is now forecasting a pressure of +£0.3m, the majority of which relates to non-recoverable works, i.e. damage to highway assets where a claim to recover costs from a third party is no longer possible. These are unfunded and therefore represent a pressure. However, this pressure is offset by an underspend of -£0.7m within Highway Asset Management (Other) through additional income for street permits, as well as other savings including streetlight works and energy.

The rest of the division is reporting an underspend of -£0.2m, including -£0.1m against Subsidised Buses and Community Transport and which leaves Highways, Transportation & Waste with an underspend of -£0.5m.

3.4.3.4 Environmental, Planning & Enforcement

Public Protection is forecasting a pressure of +£0.8m relating primarily to the Coroner's service +£0.7m but also within Community Wardens +£0.2m, primarily due to a forecast shortfall in funding. Other savings (-£0.1m) account for the difference.

Within the Coroner Service forecast is a contractual pressure of some +£0.4m (full year effect £0.6m) relating to body removals, where costs have increased considerably following the end of the old contracts and whereby the market was only willing to continue with the service at full cost recovery. Options to mitigate this pressure, or deliver the service in a different way, are currently being explored but all future options are likely to cost in excess of the previous arrangements whereby funeral directors provided this service at a subsidised rate and which is no longer commercially viable. This will need to be right-sized at budget build.

The remaining Coroner's pressures relate to increasing pathology, post mortem, toxicology and body storage costs due to both a rising population/level of activity, and legislative changes partially offset by an increased contribution from Medway, as well as anticipated costs from within the Medical Examiner budget not being required in the current year as this new pilot/service has been delayed.

The above pressures are partially offset by a number of small savings within Environment & Planning budgets (-£0.3m) to leave an overall pressure of +£0.5m.

3.4.3.5 The Libraries, Registration & Archives underspend of -£0.3m includes -£0.1m additional release in a renewals reserve (RFID replacement was re-procured at beneficial rates and final costs are now confirmed), plus minor savings in other areas.

3.4.3.6 Other small variances make up the balance of -£0.1m.

3.4.3.7 The improved position has been achieved primarily through one-off savings meaning that a permanent solution to the £0.7m of unallocated savings plans is yet to be found. This will need to be resolved during the budget build process to ensure the directorate does not move into 2019-20 with unfunded pressures.

The Directorate remains committed to achieving a balanced position by the year-end, with further areas for management action being identified in the coming months. The Directorate does, however, have a significant number of activity-led budgets and therefore the potential for further adverse movements in the remainder of the year cannot be ignored.

3.4.4 Strategic and Corporate Services

The overall variance reflected in appendix 1 for the directorate is an overspend of +£1.1m which includes variances of +£0.5m for EODD, -£0.1m for Finance and +£0.7m for Infrastructure.

3.4.4.1 Engagement, Organisation Design and Development (EODD)

The +£0.5m pressure in EODD is made up of +£0.3m relating to the Contact Centre & Digital Web Services budget set in 2015 using a transformation plan suggested by Agilisys, predicting that the number of calls and average call duration would fall significantly. Although the call volumes and times have reduced, this is not in line with the original budgeted plan, hence resulting in a budget pressure. The commissioners of this service, together with Agilisys, are working with directorate services to get these figures reduced further. Strategic

Commissioning and Agilisys are also working together on changes to the contract which will further mitigate the position before the end of the financial year. The remainder of the divisional variance of +£0.2m relates to staffing overspends due to re-phased plans for restructuring. The Division is currently working on management action to mitigate this position.

3.4.4.2 Finance

The variance for the Finance division of -£0.1m is due in the main to staffing budget vacancy management.

3.4.4.3 Infrastructure

For the Infrastructure budgets the variance of +£0.7m is largely due to Property related services, within which the largest single variance is a forecast overspend of +£0.3m for Oakwood House where income is expected to be below budget. The service is working on potential strategies to be included in a decision paper shortly. There is a variance of +£0.1m on Education legal fees, where a change in accounting treatment relating to the use of capital grant funding on this demand led budget has created this pressure, this budget will be rightsized in the MTFP for 2019-20. The Corporate Landlord variance is +£0.3m of which +£0.2m relates to the withdrawal of Commercial Services from the Aylesford Depot, this budget will be rightsized in the MTFP for 2019-20. The remainder is made up of smaller variances. The commissioner and Gen2 are looking at ways of delivering mitigating savings to compensate for this position.

3.4.4.4 Strategic Commissioning including Public Health

Public Health Grant funded expenditure is recorded in Strategic Commissioning. Overall Public Health is forecasting an underspend of -£0.6m which will be transferred to the ring-fenced reserve. Several key service budget lines are showing variances of more than £0.1m which require explanation.

“Public Health - Children's Programme” is forecasting a pressure of +£0.4m. This results primarily from school health continence costs (+£0.1m), infant feeding (+£0.1m), and oral health (+£0.1m). The last is offset by an underspend within “Public Health - Advice and Other Staffing” as the budget for oral health remains on that line. Other minor variances make up the remaining balance of +£0.1m.

Public Health - Mental Health, Substance Misuse & Community Safety is now forecasting a pressure of +£0.1m due to increased prescribing costs for Substance Misuse.

The “Public Health - Sexual Health” budget is reporting an underspend of -£0.1m with increased contraceptive costs (+£0.3m) largely offset by reductions in current year activity (-£0.2m). In addition, actual invoices received for 2017/18 activity, that was estimated and accounted for last year, are below the original cost estimates; this has resulted in an underspend this year (-£0.2m).

A -£0.4m underspend against “Public Health - Healthy Lifestyles” results from lower prescribing costs from 2017/18 (-£0.1m), reductions in the number of Health checks/invites (-£0.2m), and other small variances (-£0.1m).

“Public Health - Advice and Other Staffing” is showing an underspend of -£0.6m; in part this relates to oral health as stated above (-£0.1m) as well as underspends against campaigns (-£0.3m) and workforce development (-£0.1m).

Other Divisions within the Directorate have variances, all of which are under £0.1m.

3.4.5 Financing Items

An underspend of £4.0m is forecast reflecting additional Extended Rights to Free Travel grant notified by Government since the 2018-19 budget was set (£0.3m); underspending against the net debt costs budget as a result of higher dividends and interest receipts and the net impact of debt restructuring (£0.6m); additional retained Business Rates levy for 2017-18 above the debtor raised (£0.8m) and additional S31 Business Rate Compensation Grant (£1.4m) following the reconciliation of unaudited figures for 2017-18 - final audited figures will not be available until later in the year.

The underspend also includes a -£0.8m Corporate Director adjustment reflecting the release of half of the non specific price provision based on expected requirements.

Cabinet is also asked to agree that any additional Business Rate receipts received under the 100% retention pilot over and above the 2018-19 budgeted amount, are transferred to the local taxation equalisation reserve to smooth future fluctuations in the business rates baseline and collection fund. The Quarter 1 monitoring from Maidstone Borough Council who undertake the overall monitoring for the pool shows the position is broadly on track with our assumptions.

3.5 Schools delegated budgets:

The schools delegated budget reserves are currently forecast to end the financial year in surplus by £20.0m, compared to £30.0m at the start of the financial year. This is made up of a forecast surplus of £31.9m on individual maintained school balances, a surplus of £0.9m on the schools apprenticeship levy reserve and a deficit on the central schools reserve of £12.7m. The table below provides the detailed movements on each reserve:

	Individual School Reserves (£m)	Central Schools Reserve (£m)	Apprenticeship Levy Reserve (£m)	Total School Reserves (£m)
Balance b fwd	31.315	(2.155)	0.855	30.015
Forecast movement in reserves:				
Academy conversions and closing school deficits	0.580	(1.145)		(0.565)
Contribution to capital broadband		(1.000)		(1.000)
School Growth		4.096		4.096
High Needs		(11.007)		(11.007)
Various		0.369		0.369
Overspend on Central DSG budgets		(1.891)		(1.891)
Forecast reserve balance	31.895	(12.734)	0.855	20.016

Note: a negative figure indicates a draw down from reserves/deficit

The Schools' delegated budget is currently showing a pressure of £10.0m.

3.6 Table 2: Performance of our wholly owned companies

Dividends/Contributions (£m)	Budget	Forecast	From trading surplus	from reserves
Commercial Services	4.400	4.400	4.400	
GEN2	0.983	0.983	0.983	

4. REVENUE BUDGET VIREMENTS/CHANGES TO BUDGETS

4.1 All changes to cash limits are in accordance with the virement rules contained within the constitution, with the exception of those cash limit adjustments which are considered “technical adjustments” i.e. where there is no change in policy, including the allocation of grants and previously unallocated budgets where further information regarding allocations and spending plans has become available since the budget setting process.

5. SUMMARISED CAPITAL MONITORING POSITION

5.1 There is a reported variance of -£65.792m on the 2018-19 capital budget (excluding schools and PFI). This is a movement of -£27.254m from the previous report and is made up of +£2.778m real movement and -£30.032m rephasing movement. Headline movements are detailed below by Directorate.

5.2 Table 3: Directorate **capital** position

Directorate	2018-19 Working Budget £m	2018-19 Variance £m	Real variance £m	Re-phasing variance £m	Last reported position		Movement	
					Real £m	Rephasing £m	Real £m	Rephasing £m
Children, Young People & Education	91.055	-17.775	6.377	-24.152	2.872	0.280	3.505	-24.432
Adult, Social Care & Health	9.375	-3.718	-0.530	-3.188	-0.239	-0.793	-0.291	-2.395
Growth, Environment & Transport	156.588	-42.355	2.242	-44.597	2.577	-41.586	-0.335	-3.011
Strategic & Corporate Services	27.148	-1.944	-0.394	-1.550	-0.293	-1.356	-0.101	-0.194
TOTAL	284.166	-65.792	7.695	-73.487	4.917	-43.455	2.778	-30.032

5.3 Capital budget monitoring headlines

The real variances over £0.100m and rephasing variances over £1.000m are as follows:

5.3.1 Children, Young People and Education

- Basic Need Programme: Real movement of +£3.450m and rephasing movement of -£13.455m. The £3.450m real movement is due to Priority School Build Programme (PSBP) work being undertaken at Mayfield and Wilmington Grammar school, for which additional Education and Skills Funding Agency (ESFA) grant will be received (see table of cash limits changes below). The rephasing is due to several major schemes (special school, satellite split site, all through school, secondary expansion), that have been rephased due to issues with seeking the necessary approval for land matters, or financial approval which has meant a later construction start date.

- Basic Need Pressure: Rephasing movement of -£6.719m. Following a review of the initial 2018 Kent Commissioning Plan (KCP) draft, the programme has been rephased as a result of changes to some schemes, particularly a new secondary school in Swale, secondary expansions in Tonbridge & Malling and two primary school expansions in East Kent.
- PSBP: Rephasing movement of -£2.996m. This programme is managed by the ESFA. The ESFA have experienced significant delays in delivering a school replacement in Gravesham. Two other schemes are being delivered at a local level; one has full business case approval, the contractor is appointed and works have commenced. The other scheme has seen delays by the ESFA approving the business case and has rephased accordingly.

5.3.2 Adult, Social Care & Health

- Older Persons Strategy: Rephasing movement of -£1.000m. A business case is currently being drawn up for future development in Sheppey.
- Learning Disability Good Day Programme: Rephasing movement of -£1.313m. Despite best efforts from the service, progress on projects is slower than planned. The service continues to work with colleagues in Gen2 to try and push these projects through feasibility, planning and works starting on site.

5.3.3 Growth, Environment & Transport

5.3.3.1 Highways, Transportation & Waste

- Highway Major Enhancement: Real movement of +£0.142m due to works resulting from winter damage. This overspend will be balanced off against other capital income/budgets before the end of the year.
- Rathmore Road Link: Real movement of -£0.104m. The forecast underspend is due to some of the key risks not materialising; the land cost was less than estimated and the inflation allowance was not required. Any underspend of the grant must be paid back to the Kent Thameside Strategic Transport Programme.
- A28 Sturry Rural Integrated Transport Package: Real movement of £0.364m, based on forecast capital spend versus 2018-19 cash limit.

5.3.3.2 Environment, Planning and Enforcement and Libraries, Registration and Archives

There are no movements to report over £0.100m on real or over £1.0m on rephasing.

5.3.3.3 Economic Development

There are no movements to report over £0.100m on real or over £1.0m on rephasing.

5.3.4 Strategic & Corporate Services

There are no movements to report over £0.100m on real or over £1.0m on rephasing.

5.4 Cash Limit Adjustments

To Note

Directorate	Project	Year	Amount £m	Reason
CYPE	Basic Need Programme	2018-19	+£3.450m	Additional grant relating to PSBP works.
CYPE	Children's Portal	2018-19	+£0.055m	Additional grant.

For Approval (from August report)

Directorate	Project	Year	Amount £m	Reason
CYPE	Priority School Build Programme (PSBP)	2018-19	+0.050	Grant transfer from Basic Need Programme
CYPE	Basic Need Programme	2018-19	-0.050	Transfer grant to PSBP
GET	No Use Empty	2018-19	+0.159	Spend transferred from Extension Project
GET	Non Use Empty – Extension	2018-19	-0.159	Spend transferred to No Use Empty

6. CONCLUSIONS

- 6.1 It is not unusual at this point in the financial year for the revenue position to show an overspend. However, the forecasts show the majority of the £50.2m savings are on track to be delivered and the intention remains that where delivery proves to be unlikely, equivalent savings elsewhere within the relevant Directorate will be made as appropriate. It is clear that plans still need to be put in place to reduce the forecast pressure. Considering there is still a forecast pressure of £5.870m (including roll forwards), of which the majority falls within the Children, Young People and Education directorate, there will need to be a range of potential mitigations in order to reduce and then eliminate this forecast pressure. We cannot, under any circumstances, afford to enter 2019-20 with an underlying problem.

7. RECOMMENDATIONS

Cabinet is asked to:

- 7.1 **Note** the forecast revenue budget monitoring position for 2018-19 and capital budget monitoring position for 2018-19 to 2020-21, and that the forecast pressure on the revenue budget needs to be eliminated as we progress through the year.

- 7.2 **Agree** that any additional Business Rate receipts received under the 100% retention pilot over and above the 2018-19 budgeted amount, are transferred to the local taxation equalisation reserve to smooth future fluctuations in the business rates baseline and collection fund. The Quarter 1 monitoring from Maidstone Borough Council who undertake the overall monitoring for the pool shows the position is broadly on track with our assumptions.
- 7.3 **Approve** the capital cash limit adjustment requests detailed in Section 5.
- 7.4 **Note** the half year position of the Revenue Reserves at Appendix 4.

8. CONTACT DETAILS

Head of Finance (Operations)	Cath Head Head of Finance (Operations) 03000 416934 Cath.Head@kent.gov.uk
Head of Finance (Policy, Planning & Strategy:	Dave Shipton Head of Finance (Policy, Planning & Strategy) 03000 419418 dave.shipton@kent.gov.uk
Report Authors:	Emma Feakins Chief Accountant 03000 416082 emma.feakins@kent.gov.uk Jo Lee/Julie Samson Capital Finance Manager 03000 416939 / 03000 416950 joanna.lee@kent.gov.uk julie.samson@kent.gov.uk

Breakdown of Directorate Monitoring Position

Adult Social Care & Health							
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Strategic Management & Directorate Budgets - Adults							
Additional Adult Social Care Allocation	6.1	0.0	6.1	0.0	0.0	0.0	0.0
Budgets and Savings Plans to be allocated	-3.4	-0.5	-3.9	-1.3	0.0	-1.3	-0.1
Safeguarding Adults	3.9	-0.2	3.7	-1.1	0.0	-1.1	0.0
Community Based Preventative Services - Other Adults	0.6	-0.6	0.0	-0.1	0.0	-0.1	-0.3
Housing Related Support - Other Adults	0.2	-0.2	0.0	0.0	0.0	0.0	0.0
Strategic Management & Directorate Support	31.7	-4.6	27.1	-1.1	0.0	-1.1	0.3
Total - Strategic Management & Directorate Budgets (ASCH)	39.1	-6.1	32.9	-3.5	0.0	-3.5	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Disabled Children, Adult Learning Disability & Mental Health							
Adult Learning & Physical Disability Pathway - Residential Care Services	77.5	-6.3	71.2	-0.5	0.0	-0.5	-0.1
Adult Learning & Physical Disability Pathway - Community Based Services	100.3	-7.6	92.7	3.3	0.0	3.3	0.1
Adult Learning Disability - Assessment Service	5.5	-0.2	5.3	-0.2	0.0	-0.2	-0.1
Adult Mental Health - Residential Care Services	12.7	-0.8	11.9	0.9	0.0	0.9	0.1
Adult Mental Health - Community Based Services	6.4	-0.7	5.7	-0.1	0.0	-0.1	0.1
Adult Mental Health - Assessment Services	9.9	-0.4	9.5	-0.3	0.0	-0.3	0.0
Community Based Preventative Services - Learning Disability & Mental Health	6.0	-3.5	2.5	-0.3	0.0	-0.3	-0.1
Carers Support (Learning Disability & Mental Health)	2.8	-0.2	2.7	-0.3	0.0	-0.3	0.0
Housing Related Support (Learning Disability & Mental Health)	2.3	0.0	2.3	-0.3	0.0	-0.3	0.0
Looked After Children (with Disability) - Care & Support	12.0	-2.5	9.5	1.4	0.0	1.4	0.2
Children in Need (Disability) - Care & Support	6.9	-0.1	6.9	-0.4	0.0	-0.4	0.0
Disabled Children & Young People Service (0-25 LD & Complex PD) - Assessment Service	6.0	0.0	6.0	0.2	0.0	0.2	0.1
Divisional & Directorate Support	5.9	-0.3	5.7	-0.1	0.0	-0.1	0.0
Budgets and Savings Plans to be allocated	0.0	0.0	0.0	0.0	0.0	0.0	-0.4
Total - Disabled Children, Adult Learning Disability & Mental Health	254.1	-22.5	231.7	3.3	0.0	3.3	-0.1
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Older People & Physical Disability							
Adult Physical Disability - Residential Care Services	15.5	-2.3	13.2	0.0	0.0	0.0	0.3
Adult Physical Disability - Community Based Services	24.8	-3.5	21.3	0.1	0.0	0.1	0.3
Older People - Residential Care Services	113.0	-56.7	56.3	1.8	0.0	1.8	1.3
Older People - Community Based Services	67.1	-36.2	30.9	1.2	0.0	1.2	-0.1
Community Based Preventative Services - Older People & Physical Disability	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Adaptive & Assistive Technology	10.8	-6.7	4.1	-0.9	0.0	-0.9	-0.2
Carers Support (Older People & Physical Disability)	2.1	-1.3	0.8	-0.7	0.0	-0.7	0.1
Housing Related Support (Older People & Physical Disability)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Older People & Physical Disability Assessment Services	29.0	-2.4	26.6	-1.3	0.0	-1.3	-0.4
Children in Need (Disability) - Assessment Services	0.4	0.0	0.4	-0.1	0.0	-0.1	0.0
Divisional Management & Support Costs (including savings yet to be allocated)	0.6	-0.1	0.5	0.0	0.0	0.0	0.0
Budgets and Savings Plans to be allocated	-0.4	0.0	-0.4	-0.3	0.0	-0.3	-0.1
Total - Older People & Physical Disability	262.8	-109.2	153.6	-0.1	0.0	-0.1	1.1
Total - Adult Social Care & Health	556.0	-137.8	418.2	-0.3	0.0	-0.3	1.0

Appendix 1

Children, Young People & Education							
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Strategic Management & Directorate Budgets - CYPE							
Strategic Management & Directorate Budgets	8.2	-3.6	4.5	-0.4	0.1	-0.3	-0.3
Budget & Saving Plans to be allocated (CYPE)	-2.3	0.0	-2.3	2.3	0.0	2.3	1.3
Total - Strategic Management & Directorate Budgets (CYPE)	5.9	-3.6	2.3	1.9	0.1	2.0	0.9
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Education Services Planning & Resources							
Special Educational Needs & Psychology Services	67.1	-64.1	2.9	2.1	0.1	2.2	0.0
Early Years Education	69.3	-69.3	0.0	0.0	0.0	0.0	0.0
Home to School & College Transport	39.6	-3.7	35.9	0.9	0.0	0.9	0.4
Fair Access & Planning Services	2.9	-2.9	0.0	0.0	0.0	0.0	0.0
Education Services to be provided by the Education Services Company	6.2	-3.5	2.7	-1.0	0.0	-1.0	-1.0
Community Learning & Skills (CLS)	12.6	-13.8	-1.2	0.0	0.0	0.0	0.0
Education Services & Planning Resources Management & Divisional Support	2.0	-1.0	1.0	-0.2	0.0	-0.2	-0.3
Other School Services	38.4	-40.3	-1.9	2.8	-1.1	1.7	0.0
Total - Education Services Planning & Resources	238.0	-198.6	39.5	4.6	-1.0	3.6	-0.8
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Quality & Standards							
Education Services to be provided by the Education Services Company	7.6	-6.3	1.2	0.0	0.0	0.0	0.0
Total - Quality & Standards	7.6	-6.3	1.2	0.0	0.0	0.0	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Early Help & Preventative Services							
Early Help & Preventative Services	20.9	-12.0	8.9	-0.9	0.0	-0.9	0.2
Children's Centres	7.6	-3.7	3.8	0.1	0.0	0.1	0.1
Youth Services	6.6	-2.5	4.0	0.1	0.0	0.1	0.0
Pupil Referral Units & Inclusion	4.7	-4.7	0.0	0.0	0.0	0.0	0.0
Early Help & Preventative Services Management & Directorate Support	3.7	-2.4	1.3	-0.2	0.0	-0.2	-0.2
Total - Early Help & Preventative Services	43.5	-25.5	18.1	-1.0	0.0	-1.0	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Specialist Children's Services							
Looked After Children - Care & Support	59.4	-5.0	54.3	0.4	0.0	0.4	0.1
Children in Need - Care & Support	2.5	-0.2	2.3	0.1	0.0	0.1	0.0
Specialist Children's Service - Assessment & Safeguarding Service	50.9	-3.5	47.4	-0.1	0.0	-0.1	0.0
Adoption Service & Permanency Arrangements	14.8	-0.1	14.7	-0.9	0.0	-0.9	-0.1
Care Leavers Service	6.6	-3.5	3.1	0.6	0.0	0.6	0.0
Asylum	17.9	-17.9	0.0	2.1	0.0	2.1	-0.3
Specialist Children's Service - Management & Support Costs	3.5	-0.3	3.2	0.0	0.0	0.0	0.0
Budgets and Savings Plans to be allocated (SCS)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total - Specialist Children's Services	155.5	-30.4	125.0	2.2	0.0	2.2	-0.3
Total - Children, Young People & Education	450.5	-264.4	186.1	7.7	-0.9	6.8	-0.1

Appendix 1

Growth, Environment & Transport							
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Strategic Management & Directorate Budgets							
Strategic Management & Directorate Budgets	1.4	-0.1	1.4	-0.1	0.0	-0.1	0.0
Budget & Savings Plans to be allocated (GET)	-0.7	0.0	-0.7	0.7	0.0	0.7	0.0
Total - Strategic Management & Directorate Budgets (GET)	0.7	-0.1	0.7	0.6	0.0	0.6	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Economic Development							
Economic Development	6.4	-3.6	2.8	0.0	0.0	0.0	0.0
Arts	1.8	0.0	1.8	0.0	0.0	0.0	0.0
Total - Economic Development	8.2	-3.6	4.6	-0.1	0.0	-0.1	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Highways, Transportation & Waste							
Highway Transportation (including School Crossing Patrols)	7.7	-2.3	5.3	0.0	0.0	0.0	0.2
Highway Asset Management (Roads and Footways)	12.3	0.0	12.3	0.3	0.0	0.3	0.0
Highway Asset Management (Other)	21.9	-4.1	17.8	-0.8	0.0	-0.8	-0.1
Subsidised Buses & Community Transport	8.1	-2.1	6.0	-0.1	0.0	-0.1	0.0
Concessionary Fares	17.2	0.0	17.2	0.1	0.0	0.1	0.0
Young Person's Travel Pass	15.1	-6.3	8.7	-0.1	0.0	-0.1	0.0
Residual Waste	39.4	-0.1	39.3	-0.8	0.0	-0.8	0.0
Waste Facilities & Recycling Centres	31.6	-1.9	29.7	0.9	0.0	0.9	0.0
Highways, Transport & Waste Management Costs and Commercial Operations	7.8	-3.2	4.6	-0.1	0.0	-0.1	-0.1
Total - Highways, Transportation & Waste	161.0	-20.1	140.9	-0.5	0.0	-0.5	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Environment, Planning & Enforcement							
Public Protection (Enforcement)	13.2	-3.5	9.7	0.8	0.0	0.8	0.0
Environment & Planning	18.3	-14.1	4.2	-0.2	0.0	-0.2	0.0
Environment, Planning & Enforcement Management Costs	0.7	0.0	0.6	0.0	0.0	0.0	0.0
Total - Environment, Planning & Enforcement	32.2	-17.6	14.6	0.5	0.0	0.5	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Libraries, Registration & Archives							
Total - Growth, Environment & Transport	218.0	-47.9	170.2	0.2	0.0	0.2	-0.1

Appendix 1

Strategic & Corporate Services							
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Strategic & Corporate Services							
Strategic Management & Directorate Budgets (S&CS)	2.8	-4.9	-2.2	0.0	0.0	0.0	0.0
Budgets and Savings Plans to be allocated (S&CS)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total - Strategic & Corporate Services (excluding Public Health & BSC)	2.8	-4.9	-2.2	0.0	0.0	0.0	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Engagement, Organisation Design & Development							
Human Resources Related Services	8.5	-1.1	7.4	0.0	0.0	0.0	0.0
Customer Contact, Communications & Consultations	6.3	-0.8	5.5	0.5	0.0	0.5	0.0
Local Member Grants	2.6	0.0	2.6	0.0	0.0	0.0	0.0
Total - Engagement, Organisation Design & Development	17.4	-1.8	15.5	0.5	0.0	0.5	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Finance	17.4	-6.3	11.1	-0.1	0.0	-0.1	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
General Counsel	5.2	-0.2	5.0	0.0	0.0	0.0	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Infrastructure							
Property Related Services	35.4	-12.6	22.7	0.8	0.0	0.8	0.0
ICT Related Services	18.6	-2.6	16.0	0.0	0.0	0.0	0.0
Total - Infrastructure	54.0	-15.3	38.7	0.7	0.0	0.7	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Strategic Commissioning including Public Health							
Strategic Commissioning	11.9	-3.8	8.1	0.0	0.0	0.0	0.0
Public Health - Children's Programme	31.5	-31.5	0.0	0.0	0.0	0.0	0.0
Public Health - Mental Health, Substance Misuse & Community Safety	16.7	-16.7	0.0	0.0	0.0	0.0	0.0
Public Health - Sexual Health	12.6	-12.6	0.0	0.0	0.0	0.0	0.0
Public Health - Healthy Lifestyles	8.8	-8.8	0.0	0.0	0.0	0.0	0.0
Public Health - Advice & Other Staffing	4.4	-4.4	0.0	0.0	0.0	0.0	0.0
Total - Strategic Commissioning including Public Health	85.9	-77.8	8.1	0.0	0.0	0.0	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Strategy, Policy, Relationships & Corporate Assurance	2.2	-0.4	1.8	0.1	0.0	0.1	0.0
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Business Services Centre	23.9	-27.2	-3.3	0.0	0.0	0.0	0.0
Total - Strategic & Corporate Services	208.8	-134.0	74.7	1.1	0.0	1.1	0.0

Appendix 1

Financing Items							
	Cash Limit			Variance	CD Adj	Revised Variance	Movement
	Gross	Income	Net	Net	Net	Net	Net
	£m	£m	£m	£m	£m	£m	£m
Financing Items & Unallocated	130.4	-15.6	114.8	-3.2	-0.8	-4.0	-1.0
TOTAL BUDGET (excluding Schools' Delegated Budgets)	1,563.6	-599.7	963.9	5.6	-1.7	3.9	-0.1
Schools' Delegated Budgets	632.9	-632.9	0.0	10.0	0.0	10.0	1.0
TOTAL BUDGET	2,196.6	-1,232.6	963.9	15.6	-1.7	13.9	0.9

Please note that budgets are held in the financial system to the nearest £100 and hence the figures in the table above may not add through exactly due to issues caused by rounding the figures for this report.

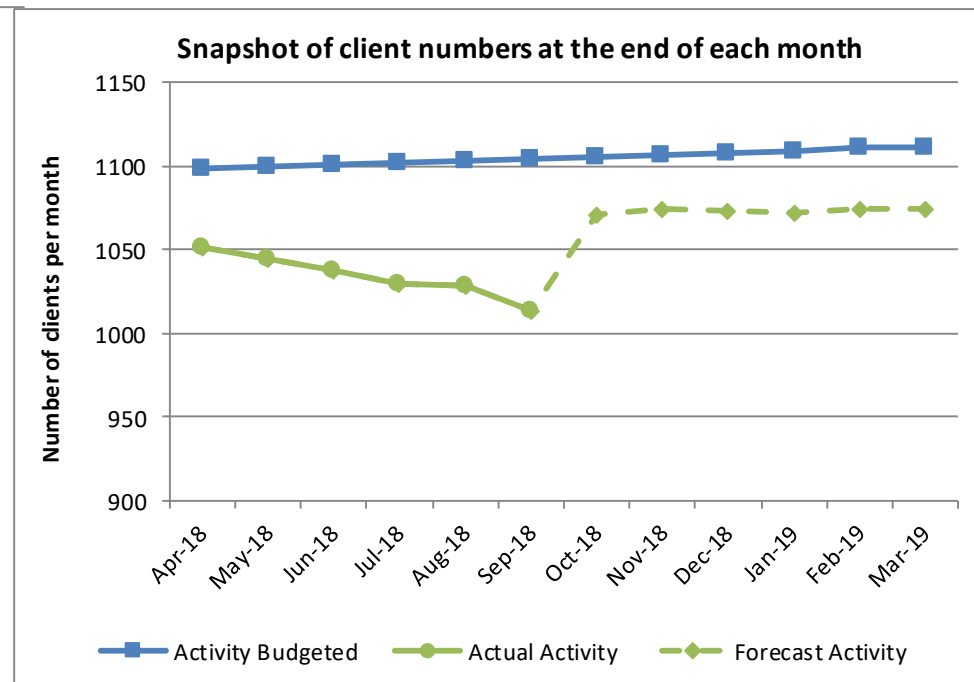
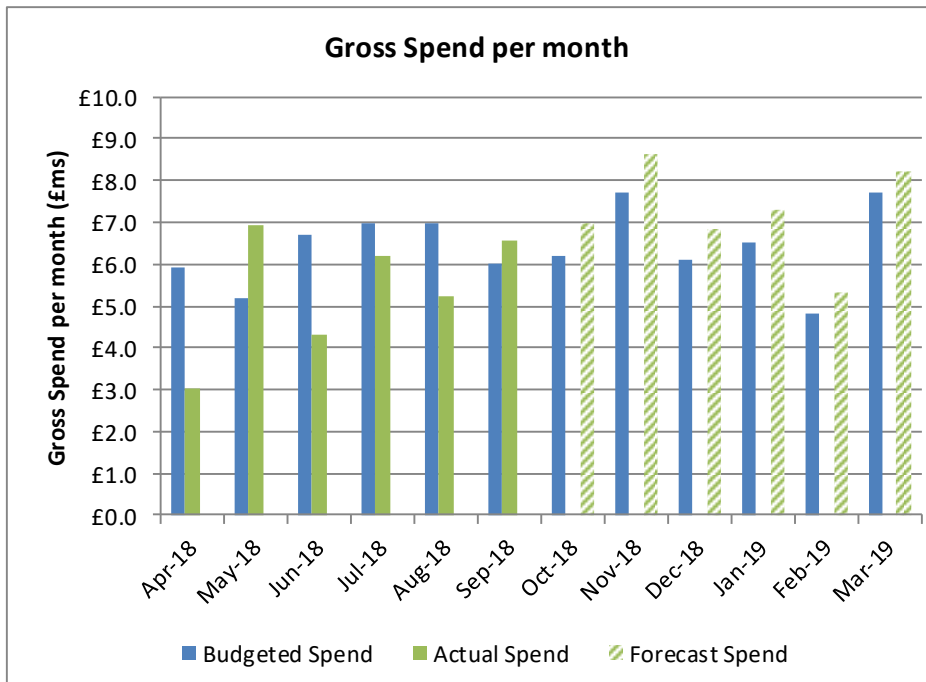
Appendix 2.1: Nursing & Residential Care - Learning Disability (aged 18+)

	Gross	Income	Net	Client Number
2018-19	£m	£m	£m	as at 31/03/2019
Budget	£76.8	-£6.3	£70.5	1,100
Forecast	£75.6	-£5.7	£70.0	1,074
Variance	-£1.2	£0.6	-£0.6	-26

	Gross	Client Number
Position as at 30th September 2018	£m	as at 30/09/2018
Budget: Spend/Activity Year to Date	£37.8	1,104
Actual: Spend/Activity Year to Date	£32.3	1,014
Variance as at 30th September 2018	-£5.5	-90

MAIN REASONS FOR VARIANCE:

The gross forecast underspend of -£1.2m is due to lower than anticipated demand (-£1.3m) higher unit cost (+£0.7m), along with an additional variance of -£0.5m predominately due to predicted net old year spend. This forecast underspend is partly offset by lower than expected income of +£0.6m. This leads to a net forecast pressure of -£0.6m.



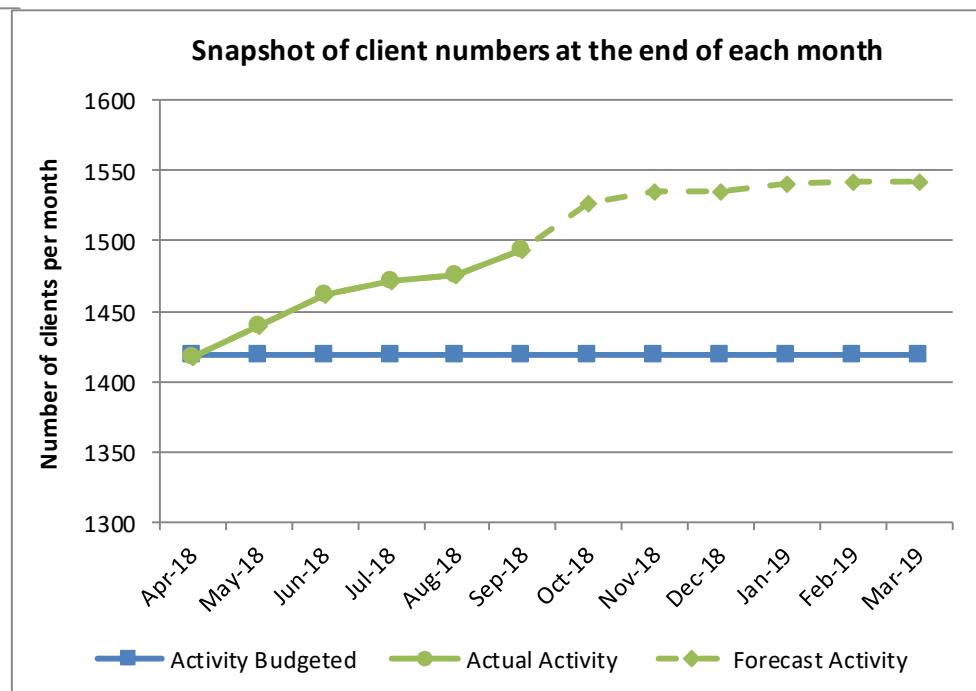
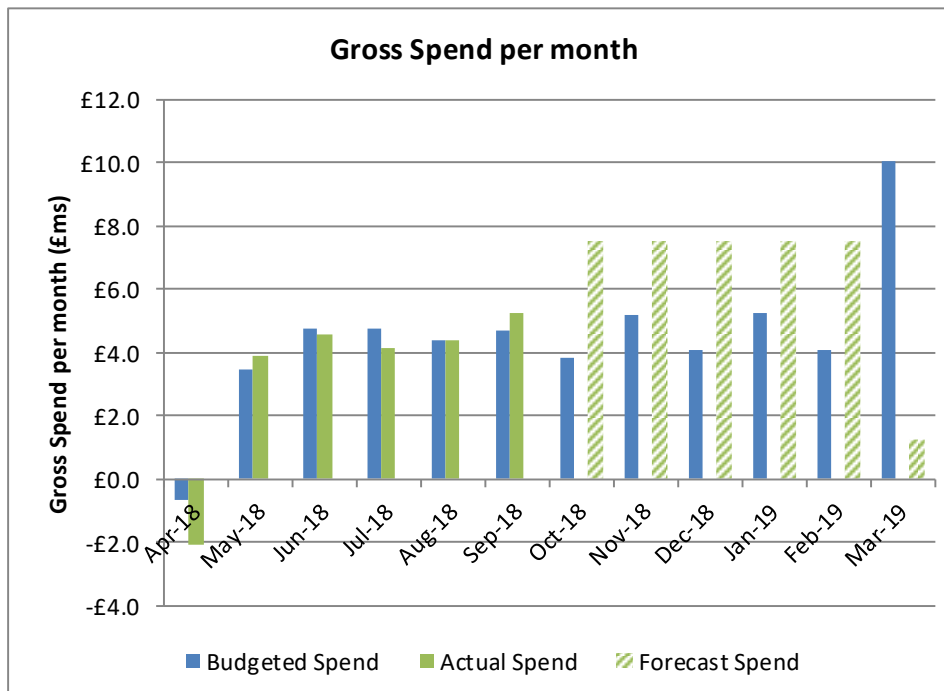
Appendix 2.2: Supported Living - Learning Disability (aged 18+) - Other Commissioned Supported Living arrangements

2018-19	Gross	Income	Net	Client Number
Outturn	£m	£m	£m	as at 31/03/2019
Budget	£53.8	-£0.2	£53.6	1,419
Outturn	£59.1	-£0.2	£58.9	1,542
Variance	£5.3	£0.0	£5.3	123

Position as at 30th September 2018	Gross	Client Number
	£m	as at 30/09/2018
Budget: Spend/Activity Year to Date	£21.3	1,419
Actual: Spend/Activity Year to Date	£20.1	1,493
Variance as at 30th September 2018	-£1.2	74

MAIN REASONS FOR VARIANCE:

The gross forecast pressure of +£5.3m is due to higher than anticipated demand in hours (+£4.7m) and higher unit cost (+£1.8m), along with an additional variance of -£1.2m predominately due to the release of unrealised creditors. This leads to a net forecast pressure of +£5.3m.



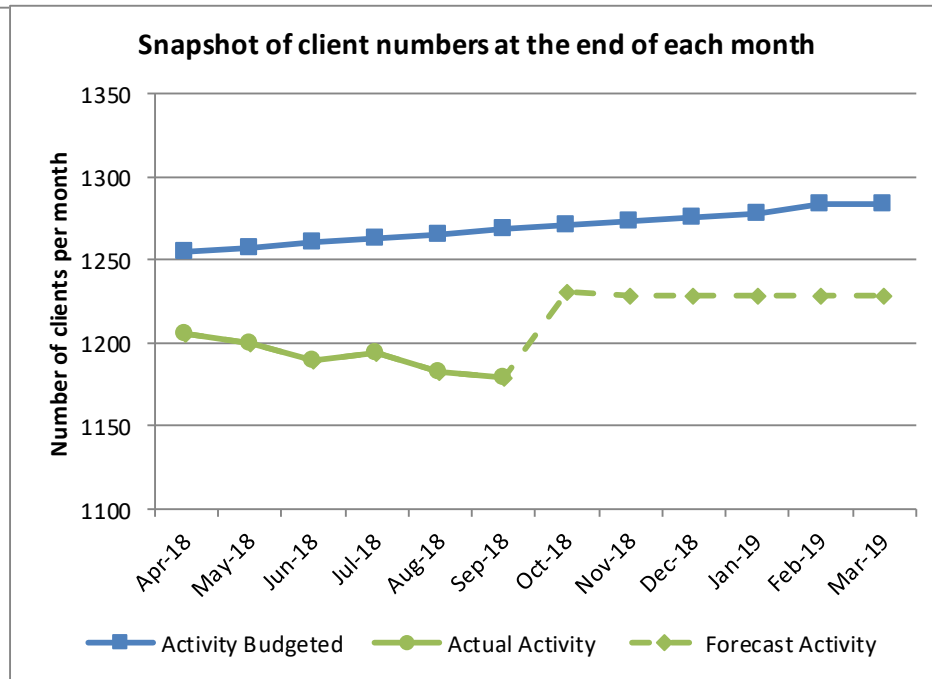
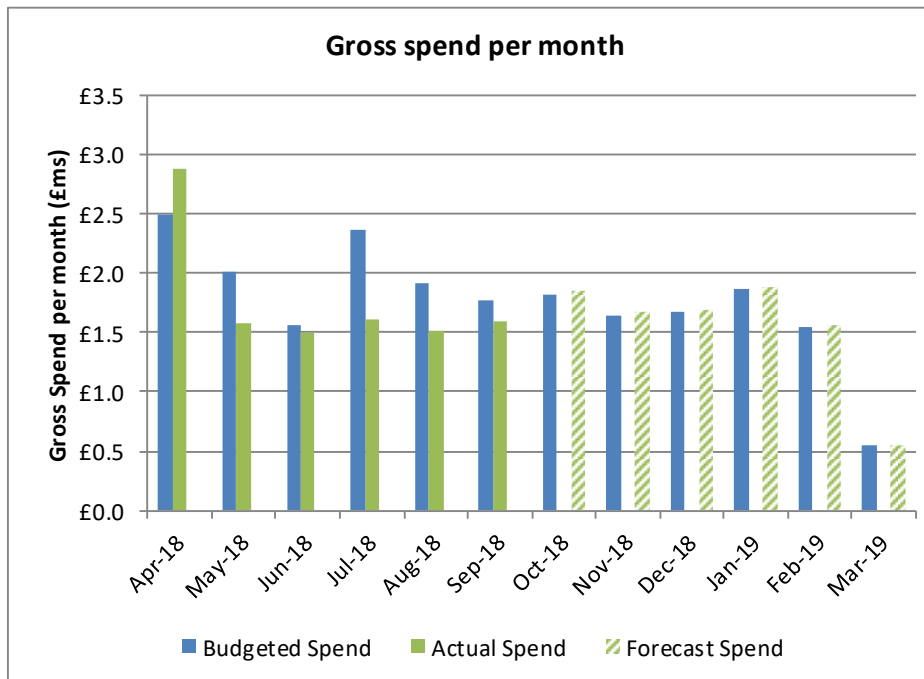
Appendix 2.3: Direct Payments - Learning Disability (aged 18+)

	Gross £m	Income £m	Net £m	Client Number as at 31/03/2019
2018-19				
Budget	£21.2	-£0.8	£20.4	1,283
Forecast	£19.8	-£0.8	£19.0	1,229
Variance	-£1.3	-£0.0	-£1.3	-54

Position as at 30th September 2018	Gross £m	Client Number as at 30/09/2018
Budget: Spend/Activity Year to Date	£12.1	1,268
Actual: Spend/Activity Year to Date	£10.7	1,179
Variance as at 30th September 2018	-£1.4	-89

MAIN REASONS FOR VARIANCE:

The gross underspend of -£1.3m is primarily due to lower than anticipated demand (-£0.6m) and a lower unit cost (-£0.6m). In addition to this there is a non activity variance of (-£0.1m) due to the value of Direct payment reclaims being greater than one-off payments.



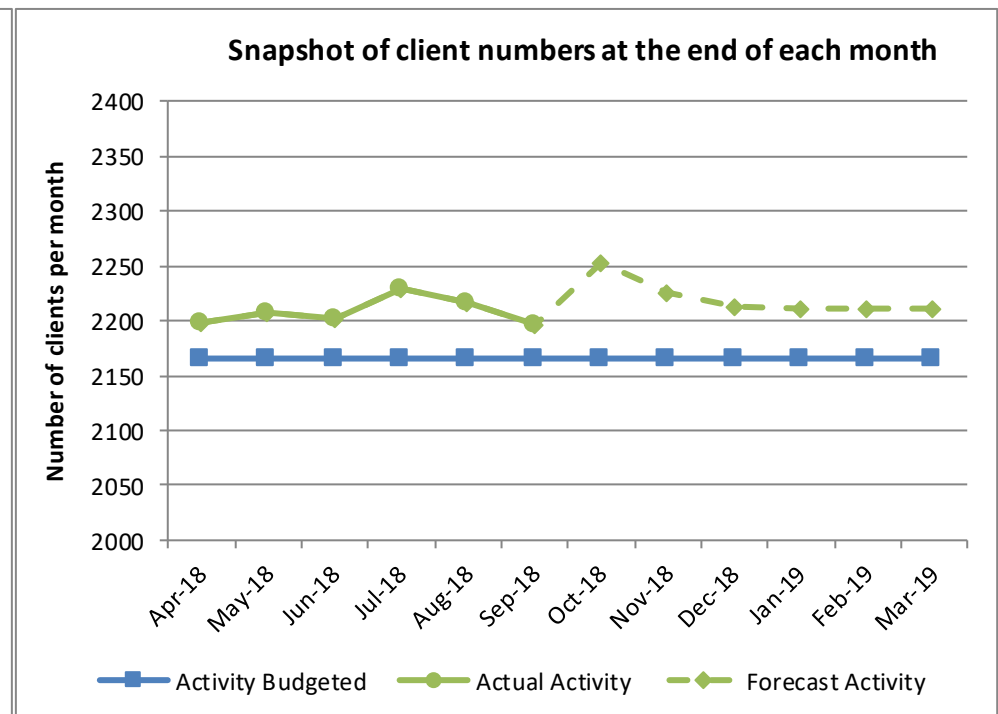
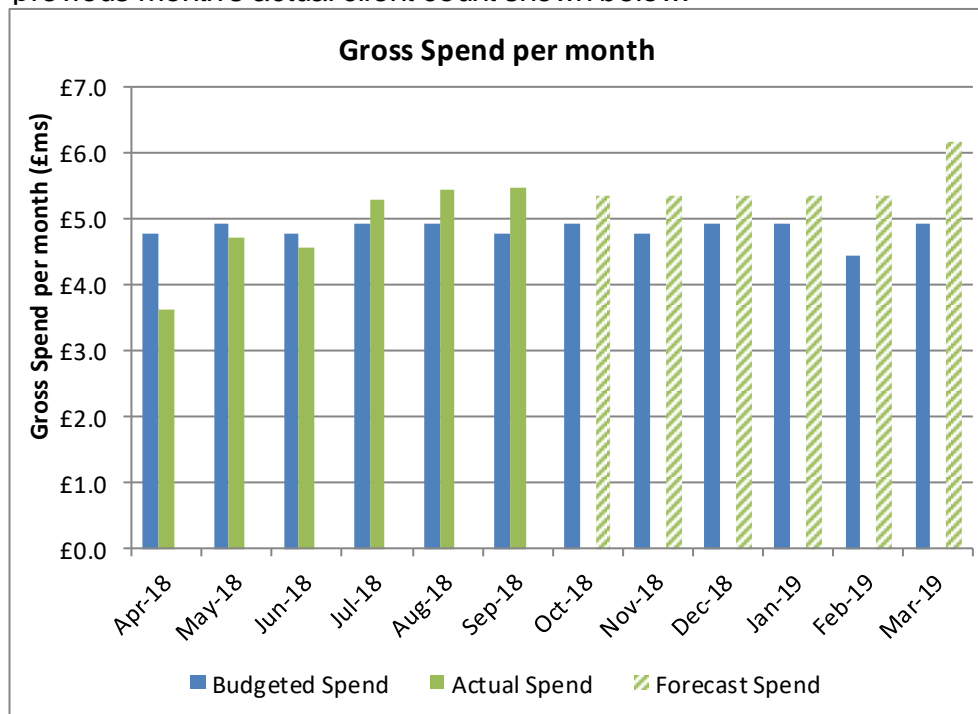
Appendix 2.4: Nursing & Residential Care - Older People (aged 65+) - Residential - Commissioned service

2018-19 Forecast	Gross £m	Income £m	Net £m	Client Number as at 31/03/2019
Budget	£58.1	-£33.2	£24.9	2,165
Forecast	£62.1	-£35.1	£27.0	2,211
Variance	£4.0	-£1.8	£2.2	46

Position as at 30th September 2018	Gross £m	Client Number as at 30/09/2018
Budget: Spend/Activity Year to Date	£29.1	2,165
Actual: Spend/Activity Year to Date	£29.1	2,197
Variance as at 30th September 2018	£0.0	32

MAIN REASONS FOR FORECAST VARIANCE:

The gross forecast pressure of +£4.0m is due to higher than anticipated demand (+£1.7m) and a higher unit cost (+£1.7m), along with an additional variance of +£0.5m due to an increase in the provision for bad and doubtful debts. This pressure is partly offset by greater than expected income of -£1.8m due to higher than anticipated service user contributions linked to the higher demand (-£0.7m) and a higher average contribution per service user (-£1.1m). This leads to a net forecast overspend of +£2.2m. There is a slight time delay before clients are included in the actual client count as contract details are finalised, accounting for the difference between forecast client count and the previous month's actual client count shown below.



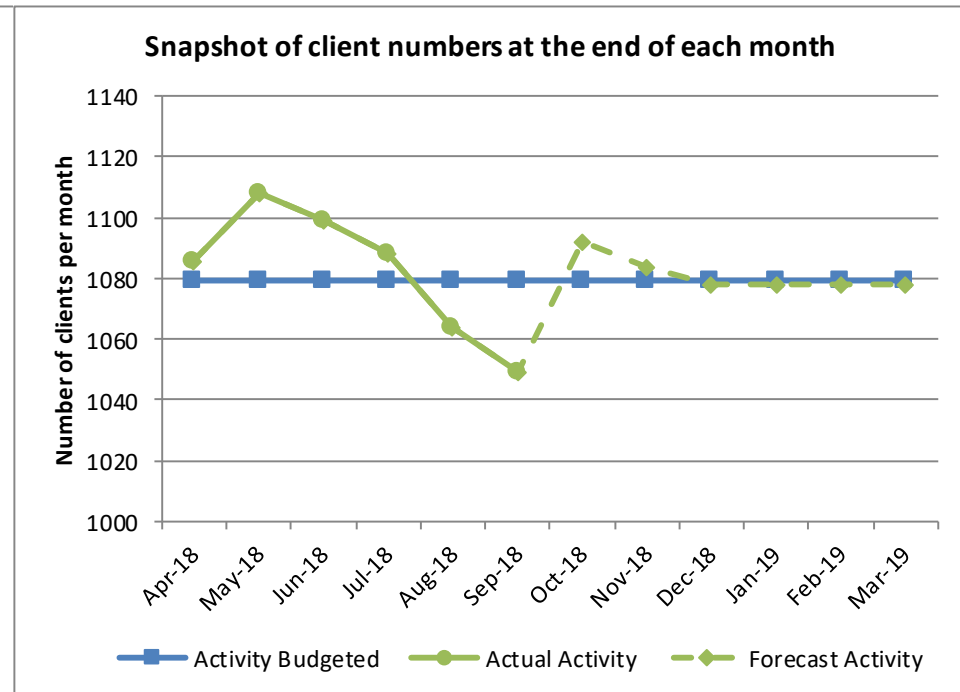
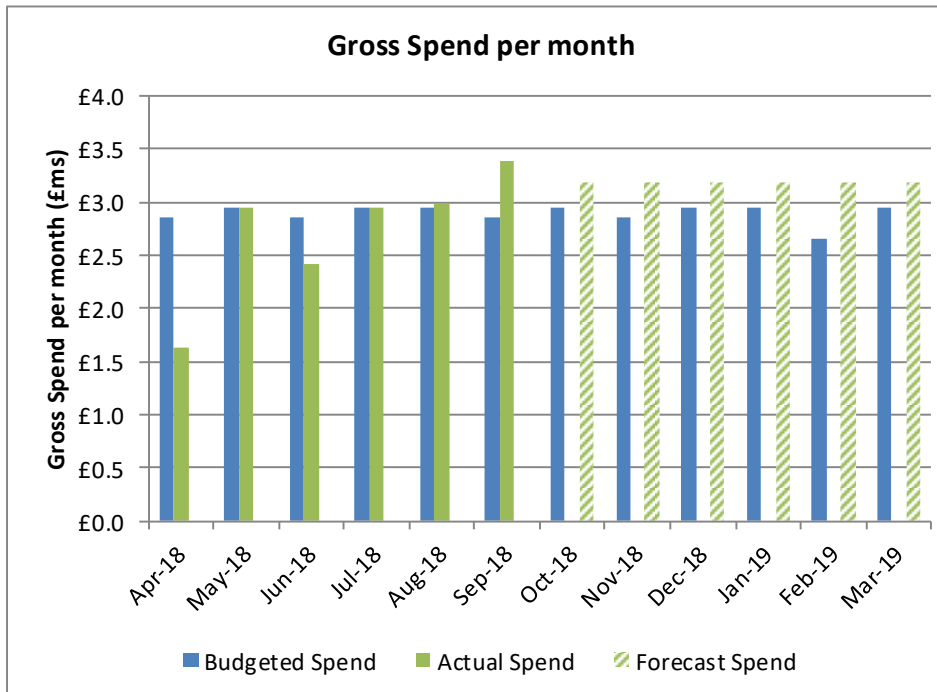
Appendix 2.5: Nursing & Residential Care - Older People (aged 65+) - Nursing

2018-19 Forecast	Gross £m	Income £m	Net £m	Client Number as at 31/03/2019
Budget	£34.7	-£17.5	£17.2	1,079
Forecast	£35.4	-£18.6	£16.8	1,078
Variance	£0.7	-£1.0	-£0.3	-1

Position as at 30th September 2018	Gross £m	Client Number as at 30/09/2018
Budget: Spend/Activity Year to Date	£17.4	1,079
Actual: Spend/Activity Year to Date	£16.3	1,049
Variance as at 30th September 2018	-£1.1	-30

MAIN REASONS FOR FORECAST VARIANCE:

The gross forecast pressure of +£0.7m is due to higher than anticipated demand (+£0.1m) and higher unit cost (+£0.7m). This pressure is partly offset by greater than expected income of -£1.0m primarily due to shortfall in service user contributions linked to the lower demand (-£0.0m) and a higher average contribution per service user (-£1.0m). This leads to a net forecast of -£0.3m.



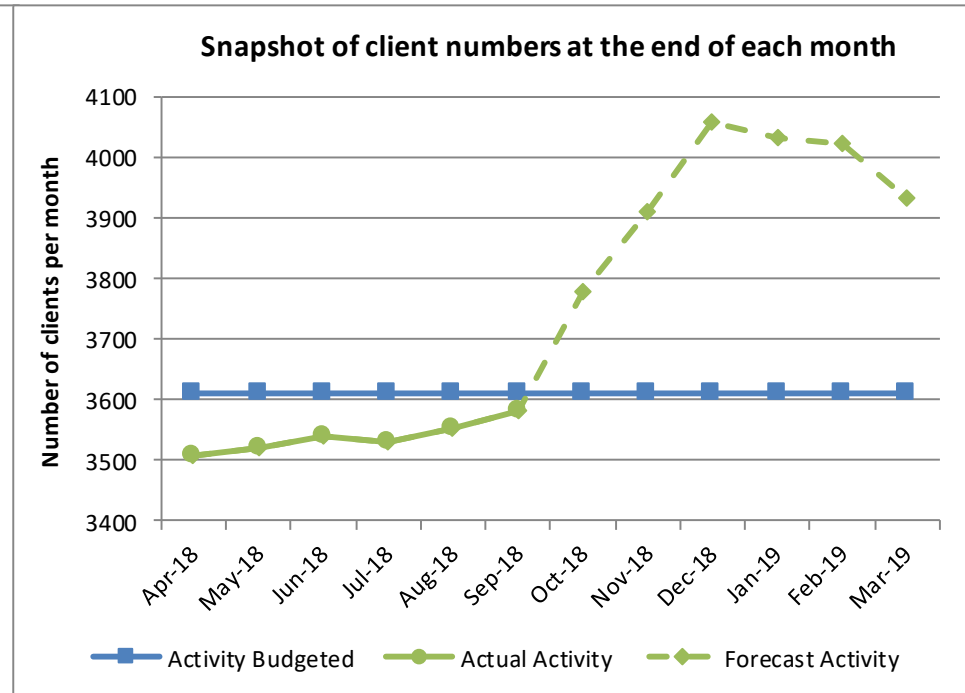
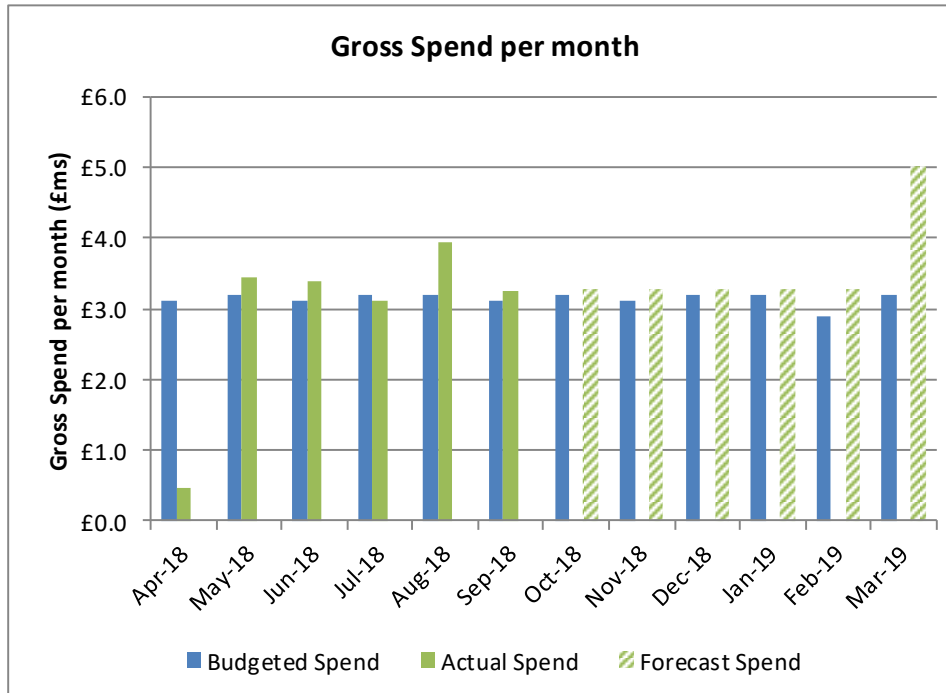
Appendix 2.6: Domiciliary Care - Older People (aged 65+) - Commissioned service

2018-19 Forecast	Gross £m	Income £m	Net £m	Client Number as at 31/03/2019
Budget	£37.7	-£5.8	£31.9	3,611
Forecast	£38.9	-£5.8	£33.1	3,931
Variance	£1.2	£0.0	£1.2	320

Position as at 30th September 2018	Gross £m	Client Number as at 30/09/2018
Budget: Spend/Activity Year to Date	£18.9	3,611
Actual: Spend/Activity Year to Date	£17.6	3,582
Variance as at 30th September 2018	-£1.3	-29

MAIN REASONS FOR FORECAST VARIANCE:

The gross forecast pressure of +£1.2m is due to lower than anticipated demand (-£1.7m) and higher unit cost (+£2.2m), along with an additional non activity variance of +£0.8m due to: +£0.9m due to an increase in the provision for bad and doubtful debts and -£0.1m due to a change in the contracts for the Discharge to Assess service. This leads to a net forecast variance of +£1.2m.



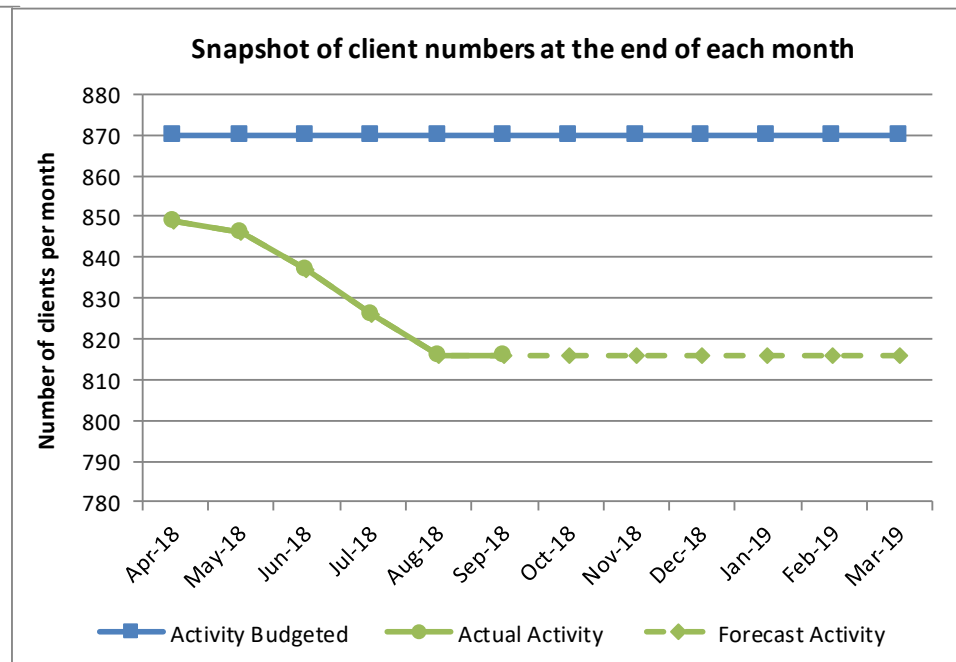
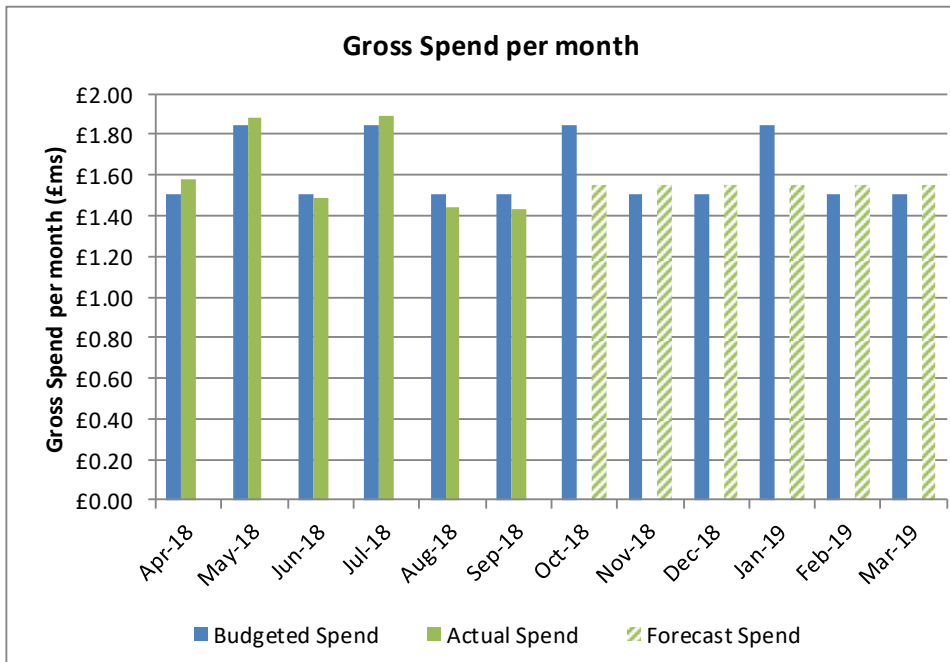
Appendix 2.7: Children in Care (Looked After) - Fostering - In house service

2018-19 Forecast	Gross £m	Income £m	Net £m	Client Number as at 31/03/2019
Budget	£19.4	£0.0	£19.4	870
Forecast	£19.0	£0.0	£19.0	816
Variance	-£0.4	£0.0	-£0.4	-54

Position as at 30 Sep 18	Gross £m	Client Number as at 30/09/2018
Budget: Spend/Activity Year to Date	£9.7	870
Actual: Spend/Activity Year to Date	£9.7	816
Variance as at 30th Sep 2018	£0.0	-54

MAIN REASONS FOR VARIANCE:

The gross forecast underspend of -£0.4m is due to lower demand (-£1.1m) partially offset by a higher unit cost (+£0.7m).



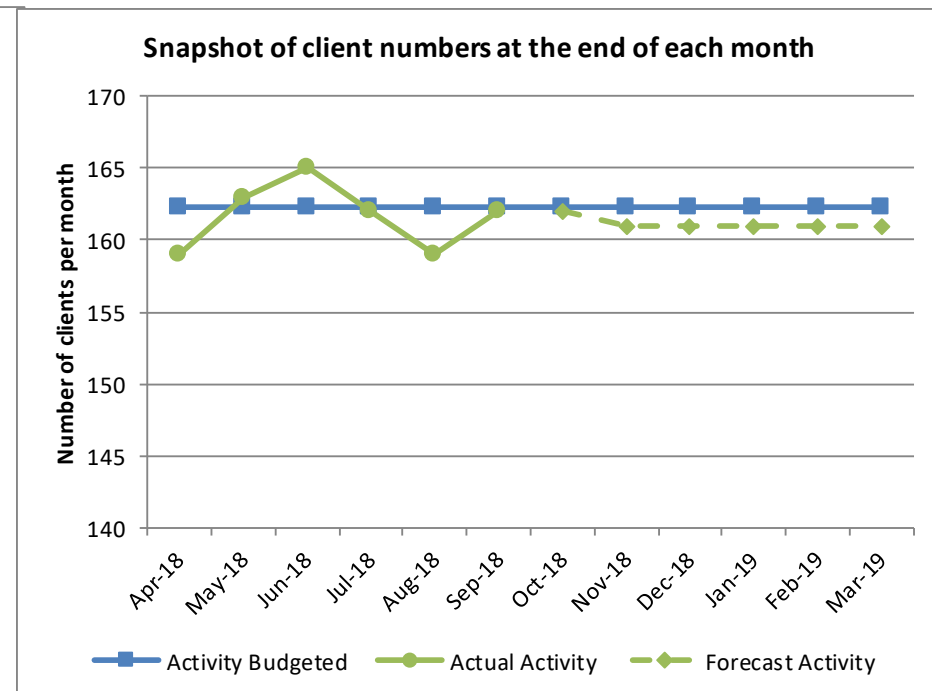
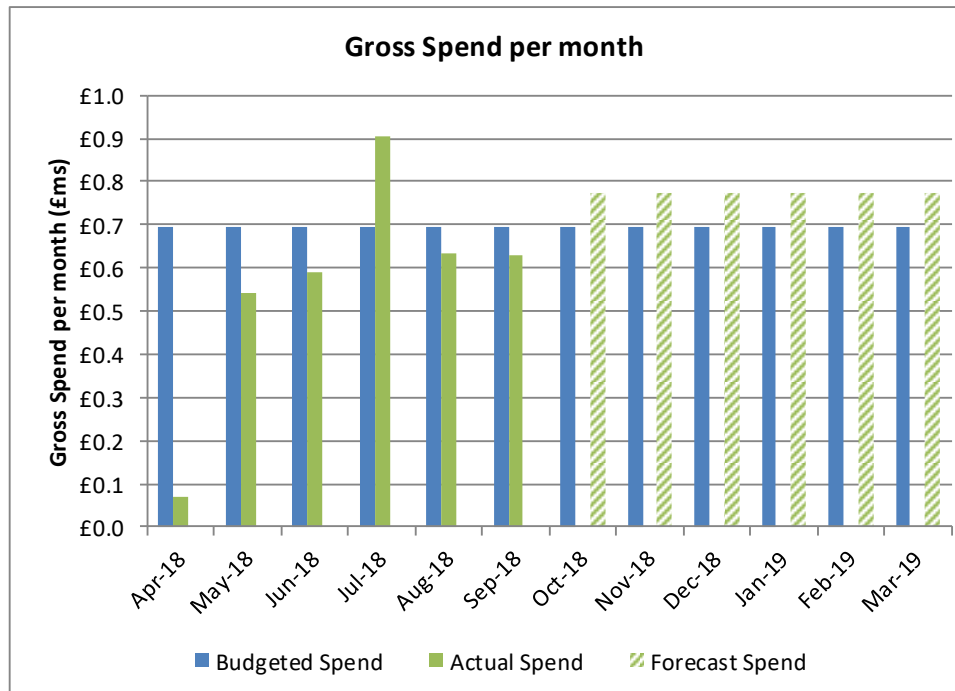
Appendix 2.8: Children in Care (Looked After) - Fostering - Commissioned from Independent Fostering Agencies

2018-19 Forecast	Gross £m	Income £m	Net £m	Client Number as at 31/03/2019
Budget	£8.3	£0.0	£8.3	162
Forecast	£8.0	£0.0	£8.0	161
Variance	-£0.3	£0.0	-£0.3	-1

Position as at 30th Sep 2018	Gross £m	Client Number as at 30/09/2018
Budget: Spend/Activity Year to Date	£4.2	162
Actual: Spend/Activity Year to Date	£3.4	162
Variance as at 30th Sep 2018	-£0.8	0

MAIN REASONS FOR VARIANCE:

The gross forecast underspend of -£0.3m is due to lower than anticipated demand (-£0.1m) and lower unit cost (-£0.2m).



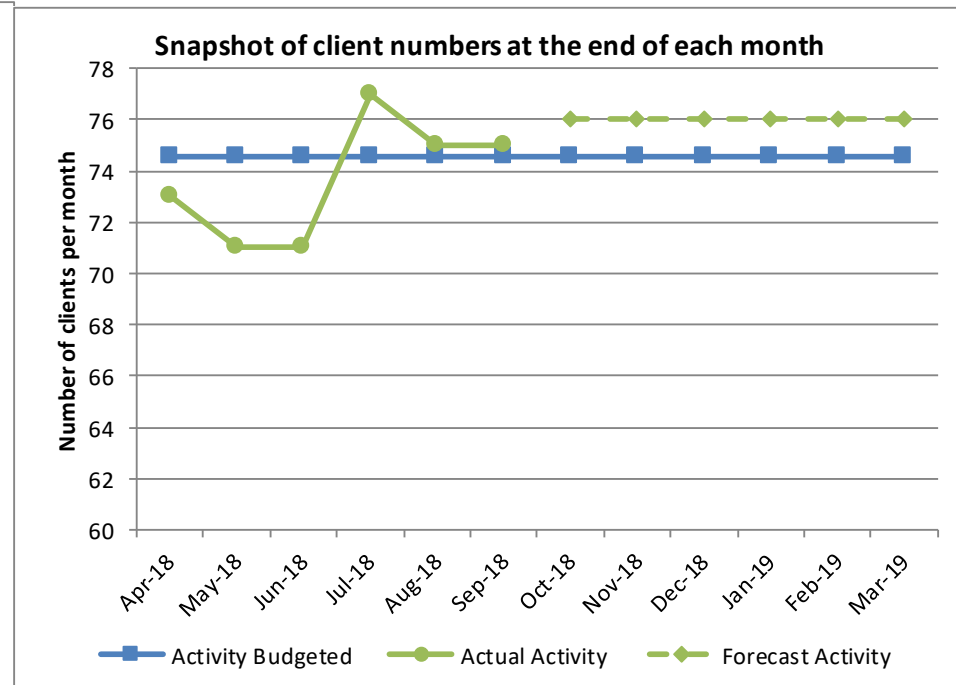
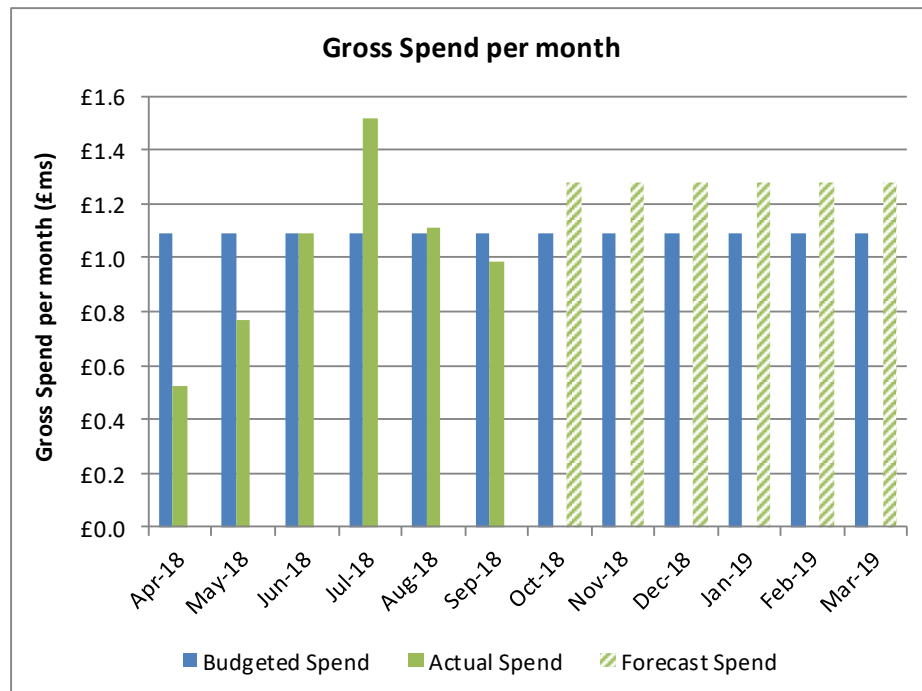
Appendix 2.9: Children in Care (Looked After) - Residential Children's Services - Commissioned from Independent Sector

2017-18 Forecast	Gross £m	Income £m	Net £m	Client Number as at 31/03/2019
Budget	£13.1	-£0.8	£12.3	75
Forecast	£13.7	-£0.8	£12.9	76
Variance	£0.6	-£0.0	£0.6	1

Position as at 30th Sep 2018	Gross £m	Client Number as at 30/09/2018
Budget: Spend/Activity Year to Date	£6.5	75
Actual: Spend/Activity Year to Date	£6.0	75
Variance as at 30th Sep 2018	-£0.5	0

MAIN REASONS FOR VARIANCE:

The gross forecast overspend of +£0.6m is due to a higher than anticipated unit cost. It is important to note, due to the high cost of these placements (£2,000 - £6,000 per week), a very relatively small change in numbers of placements can have a significant impact on the forecast.



Appendix 2.10: Assessment Services - Children's Social Care (CSC) staffing

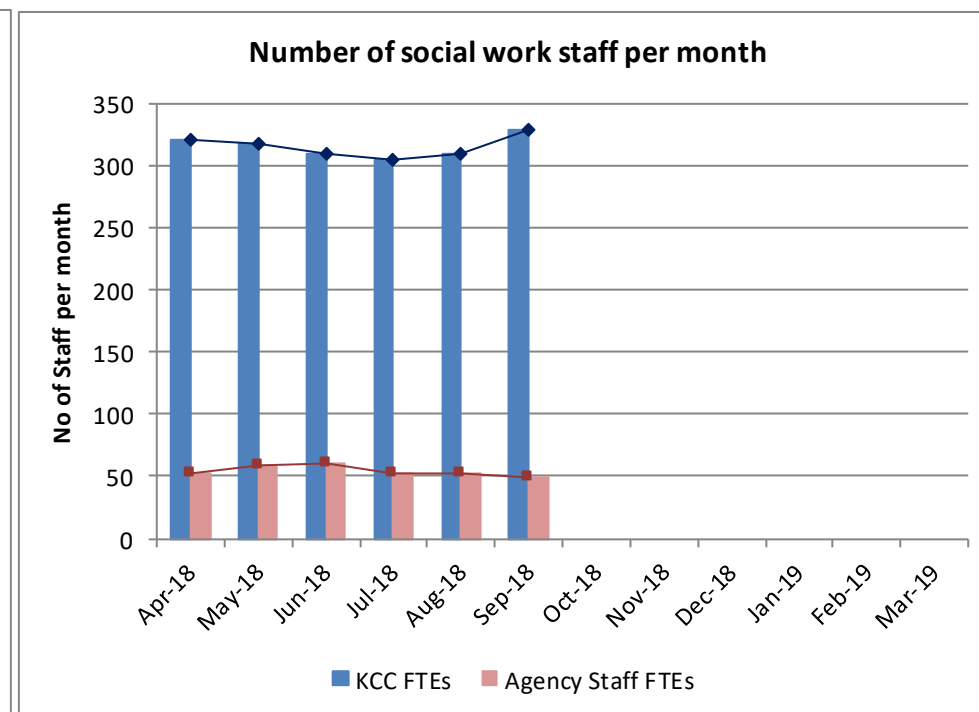
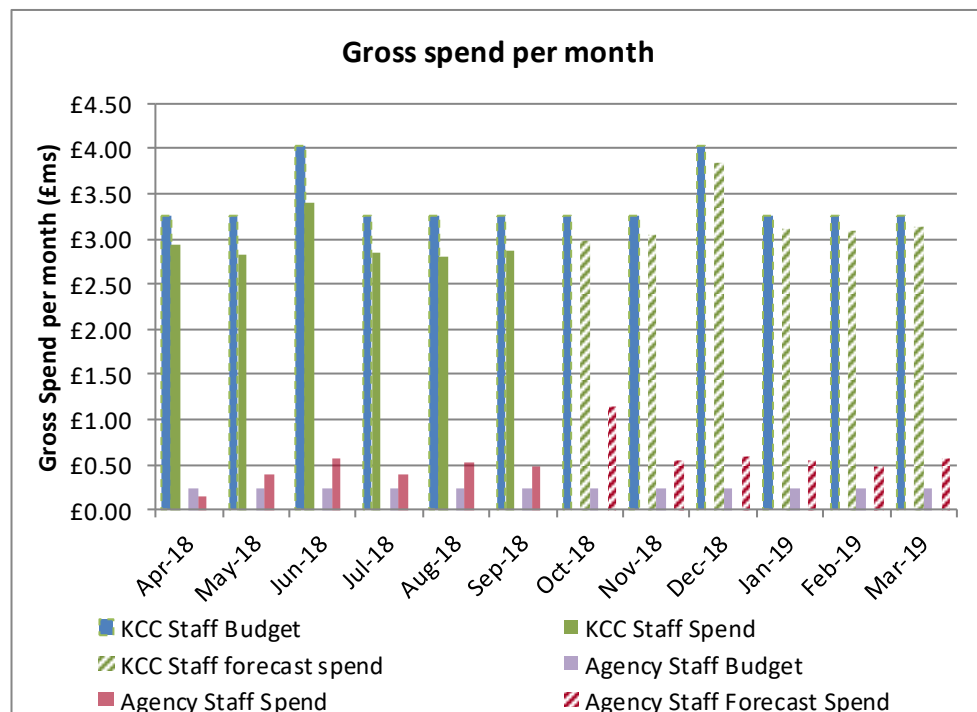
2018-19 Forecast	KCC £m	Agency £m	Gross £m
Budget	£40.6	£2.8	£43.3
Forecast	£36.9	£6.4	£43.3
Variance	-£3.7	£3.6	-£0.1

Position as at 30/09/18	KCC £m	Agency £m	Gross £m
YTD Budget	£20.3	£1.4	£21.7
YTD Spend	£17.7	£2.5	£20.2
YTD Variance	-£2.6	£1.1	-£1.5

Staff numbers	KCC FTEs	Agency Nos
as at 31/03/18	322.4	57.0
as at 30/09/18	328.1	49.0
YTD Movement	5.7	-8.0

MAIN REASONS FOR VARIANCE:

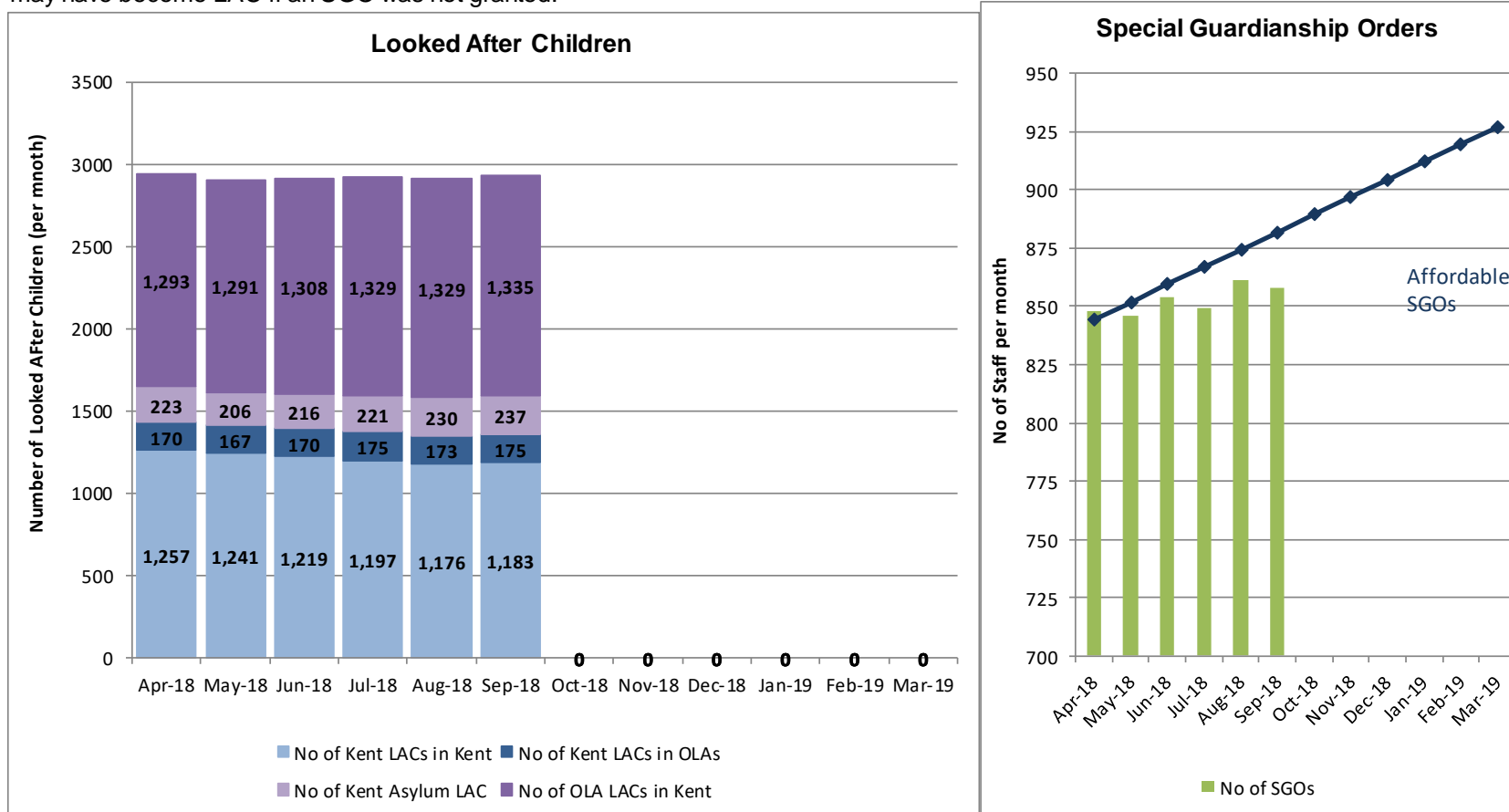
This measure focuses on the level of social workers & senior practitioners rather than the overall staffing level within this budget. The budget assumes that CSC Staffing will be met using salaried workers and a small proportion of agency, so any additional agency workers (who are more expensive than salaried staff) would result in a pressure on this budget. This measure shows the extent of the vacancies within CSC that are currently covered by agency workers. At present a reduced number of salaried workers in excess of agency use is contributing to a -£0.1m underspend against Children's Social Work Services - Assessment & Safeguarding Service Budget. However minor overspends on other services leads to the overall forecast variance for this budget being break even.



Appendix 2.11: Number of Looked After Children and Number of Special Guardianship Orders (SGOs) with Costs

The left-hand graph shows a snapshot of the number of children designated as looked after at the end of each month (including those currently missing), it is not the total number of looked after children during the period. The OLA LAC information is completely reliant on Other Local Authorities keeping KCC informed of which children are placed within Kent. The Management Information Unit (MIU) regularly contact these OLAs for up to date information, but replies are not always forthcoming.

Overall the Specialist Children's Services is forecasting a £0.1m pressure, whilst Disabled Children's Services budget is forecasting a pressure of £1.0m of which a key part of this relates to the LAC heading in reference to those in residential care. Overall the number of LAC are reducing slightly, however due to the increasing complexity of children being placed, the overall cost of suitable placements is increasing. The right hand graph shows the number of SGOs incurring costs, which are approved by the courts. These children are either former LAC or may have become LAC if an SGO was not granted.



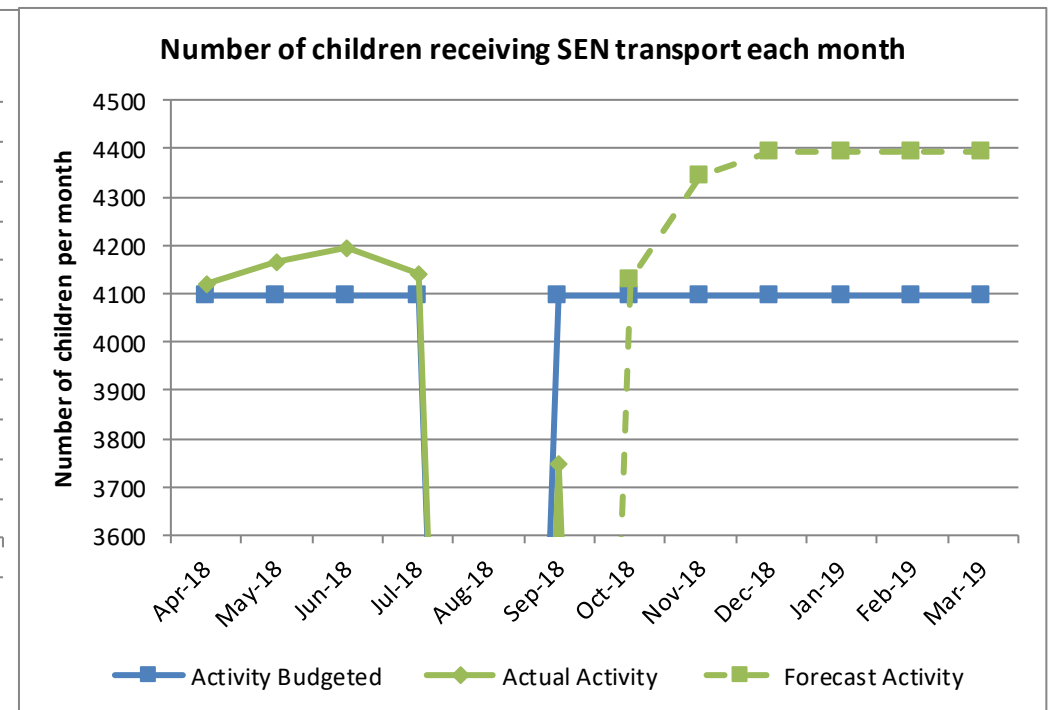
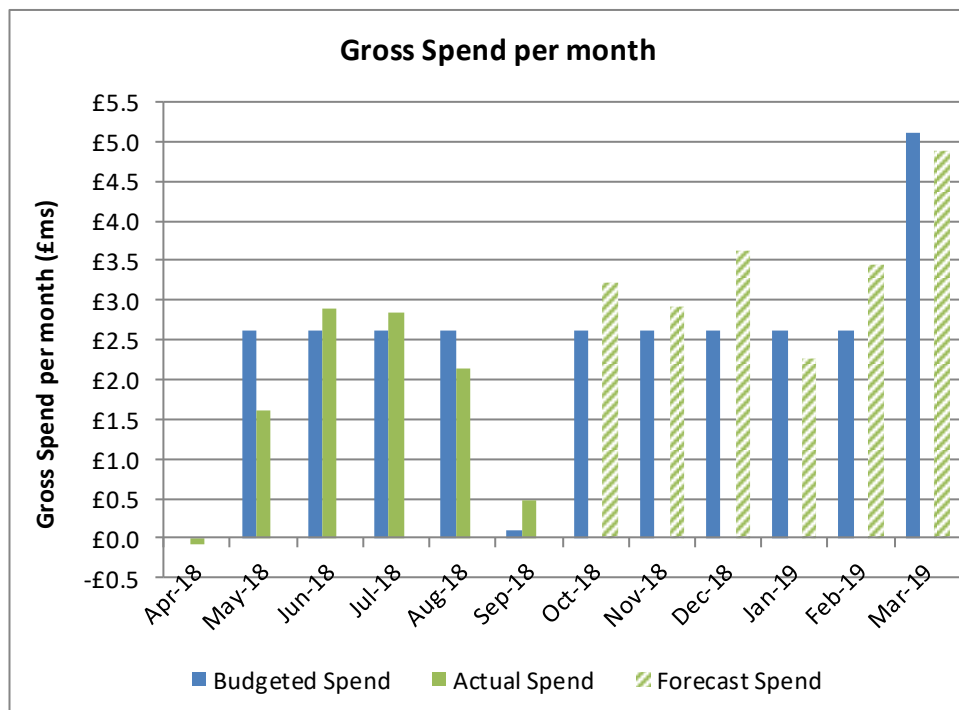
Appendix 2.12: Transport Services - Home to School / College Transport (Special Education Needs)

2018-19 Forecast	Gross £m	Income £m	Net £m	No of pupils as at 31/03/2019
Budget	£28.7	-£0.8	£27.9	4,096
Forecast	£30.2	-£1.0	£29.2	4,392
Variance	£1.6	-£0.2	£1.4	296

YTD Position as at 30/09/2018	Gross £m	No of pupils as at 30/09/2018
Budget: Spend/Activity Year to Date	£10.5	4,096
Actual: Spend/Activity Year to Date	£9.9	3,748
Variance as at 30th September 2018	-£0.7	-348

MAIN REASONS FOR VARIANCE:

Early indications suggest there is a net pressure of £1.4m on the SEN transport services. This is based on the September pupil numbers. The pressure is predominantly due to higher than anticipated demand. Further work is underway to understand this increase in demand and there will be further clarity once the October pupil numbers are known.



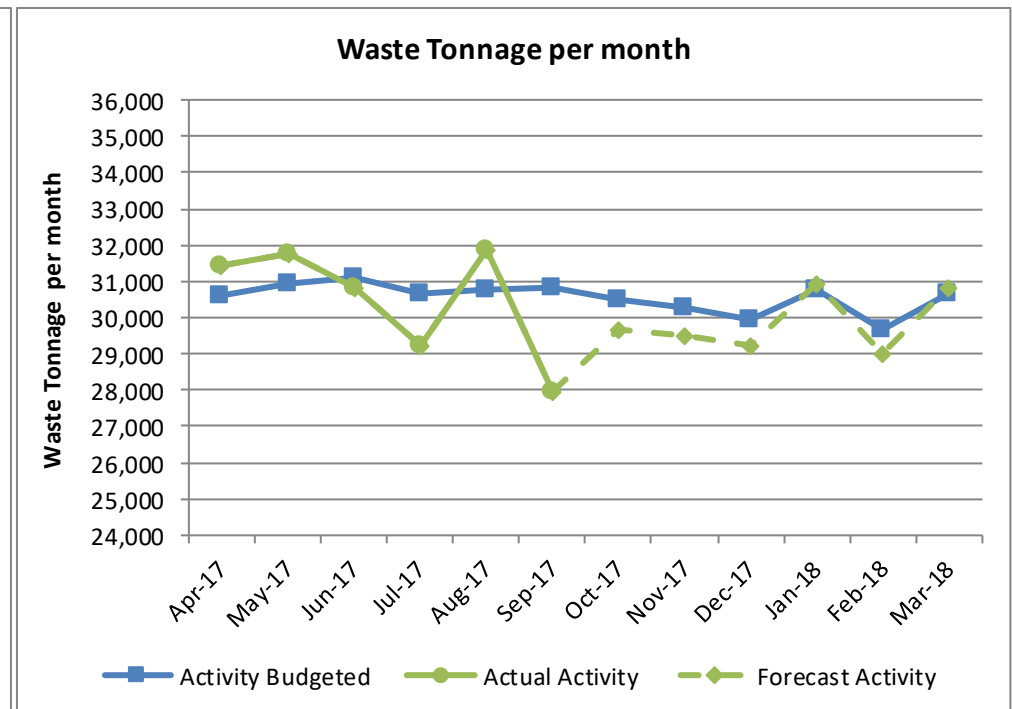
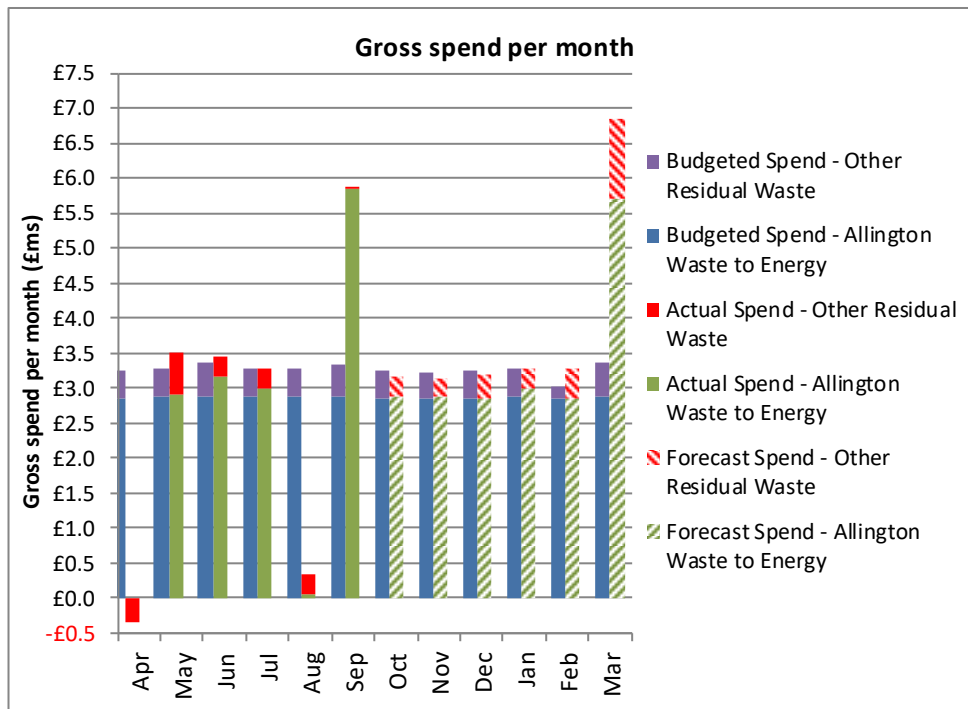
Appendix 2.13: Treatment and disposal of residual waste

2018-19 Forecast	Gross £m	Income £m	Net £m	Waste Tonnage to 31/03/2019
Budget	£39.4	-£0.1	£39.3	366,772
Actual	£39.0	-£0.5	£38.5	362,291
Variance	-£0.4	-£0.4	-£0.8	-4,481

Position as at 30th September 2018	Gross £m	Waste Tonnage to 30/09/2018
Budget: Spend/Activity Year to Date	£19.8	184,932
Actual: Spend/Activity Year to Date	£16.1	183,081
Variance as at 30th September 2018	-£3.7	-1,851

MAIN REASONS FOR FORECAST VARIANCE:

The gross underspend of -£0.4m is due to a volume variance of -4,481 tonnes. Income from additional trade waste tonnes has further increased the underspend (-£0.4m) leading to a net saving of -£0.8m. The -£3.7m underspend to date shown in the table above is due to no monthly payment being made in April; this is forecast to catch up in March as shown in the chart below.



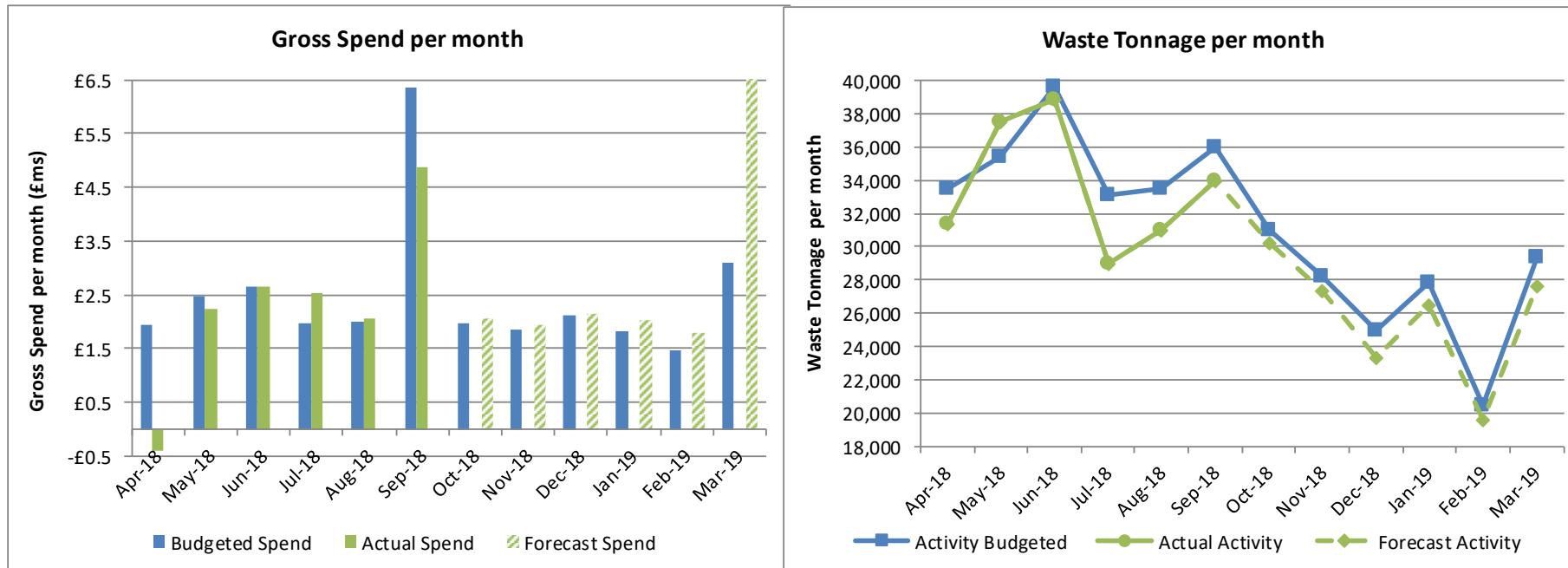
Appendix 2.14: Waste Processing

2018-19 Forecast	Gross £m	Income £m	Net £m	Waste Tonnage to 31/03/2018
Budget	£31.6	-£1.9	£29.7	373,013
Actual	£32.0	-£1.5	£30.6	356,387
Variance	£0.4	£0.5	£0.9	-16,626

Position as at 30th September 2018	Net £m	Waste Tonnage to 30/09/2018
Budget: Spend/Activity Year to Date	£17.4	211,139
Actual: Spend/Activity Year to Date	£13.9	201,754
Variance as at 30th September 2018	-£3.5	-9,385

MAIN REASONS FOR FORECAST VARIANCE:

Within Gross there is an overspend of +£0.4m. This is mainly due to a price variance of **+£0.6m** across all MRF contracts plus plus 4,834 tonnes of composted waste which add **+£0.4m**. This pressure is offset by reduced recycling credits (-4,535 tonnes/-£0.3m) as well as **-£0.8m** of savings due to actual waste types differing from the budgeted levels, with each waste type being disposed of in different ways, each with their own unit costs and indexation levels. Other gross variances add up to **+£0.5m**. There is a shortfall in income resulting from lower levels of paper and card waste (-5,877 tonnes/**+£0.3m**) and a reduction in tonnage price (**+£0.4m**) although this is offset as a result of North Farm fire insurance payment of **-£0.2m**. The -£3.5m underspend to date shown in the table above is due to no monthly management payments being made in April; this is forecast to catch up in March as shown in the chart below. Variations in tonnes may not always impact on the financial position as not all changes in waste types attract an additional cost.



Appendix 2.15: All Staffing Budgets (excluding schools)

2018-19 Outturn	KCC £m	Agency £m	Gross £m
Budget	£296.7	£5.6	£302.3
Outturn	£298.3	£17.0	£315.3
Variance	£1.7	£11.4	£13.0

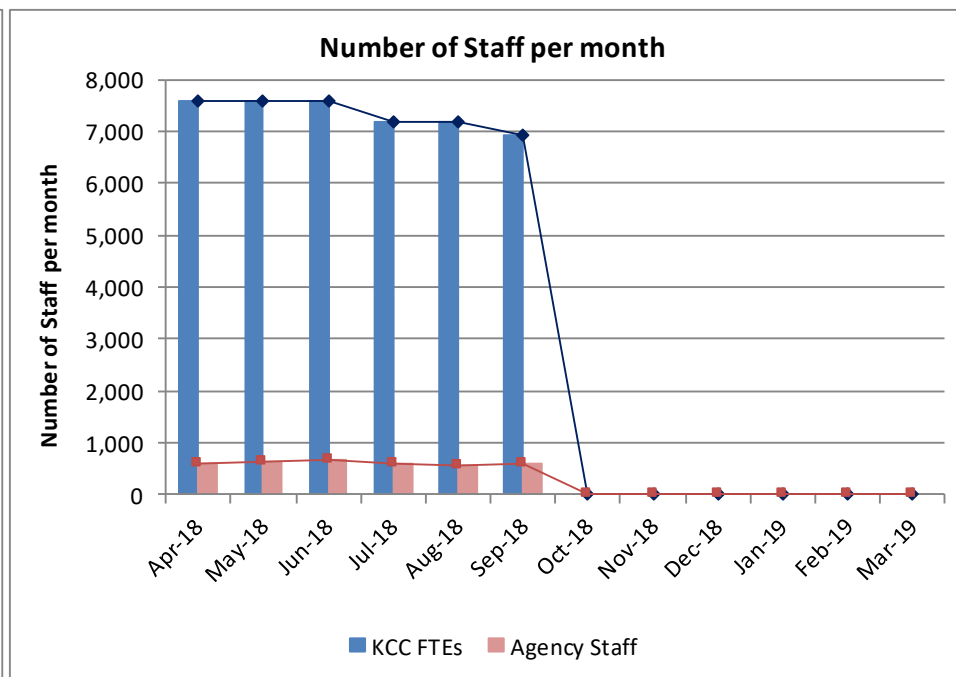
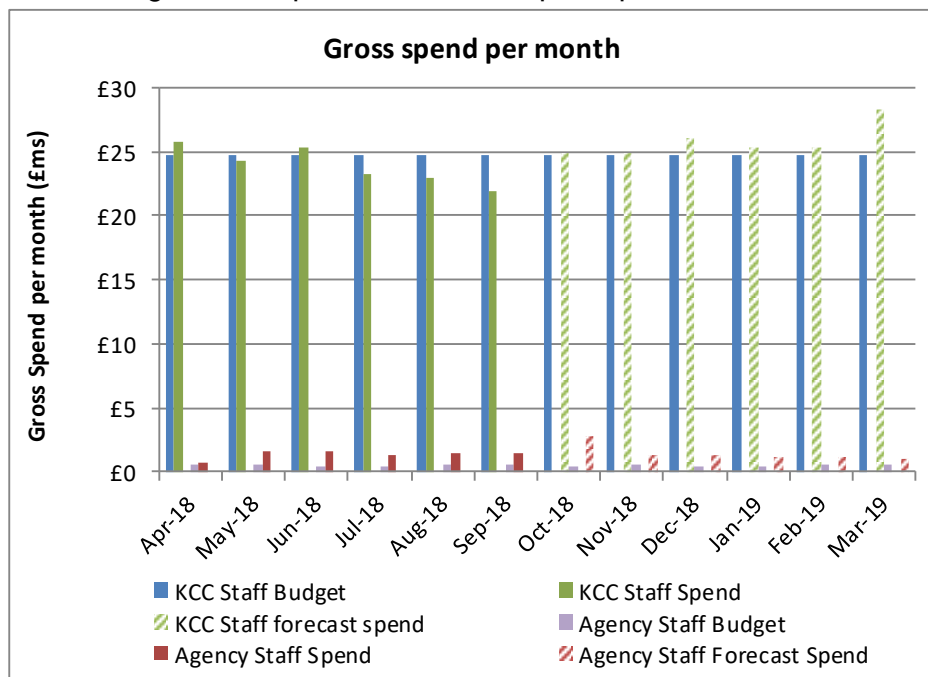
as at 30 September	KCC £m	Agency £m	Gross £m
YTD Budget	£148.3	£2.8	£151.2
YTD Spend	£143.5	£8.2	£151.7
YTD Variance	-£4.9	£5.3	£0.5

Staff numbers	KCC FTEs	Agency Nos
as at 31 Mar 2018	7,564.13	687
as at 30 September 2018	6,903.64	585
Annual Movement	-660.49	-102

MAIN REASONS FOR VARIANCE:

There is a small underspend against KCC staff budgets but this is being negated by an overspend on agency staff. The number of KCC staff has reduced by 660.49 FTE compared to the level of FTE as at 31 March 2018. This in the main is due to staff moving to Cantium Business Solutions Ltd and The Education People Ltd. Vacancies are being held pending the outcome of restructuring and the uncertainty around budget cuts, which is contributing to the underspend against the KCC staff budgets.

The staffing numbers provided are a snapshot position at the end of the month.



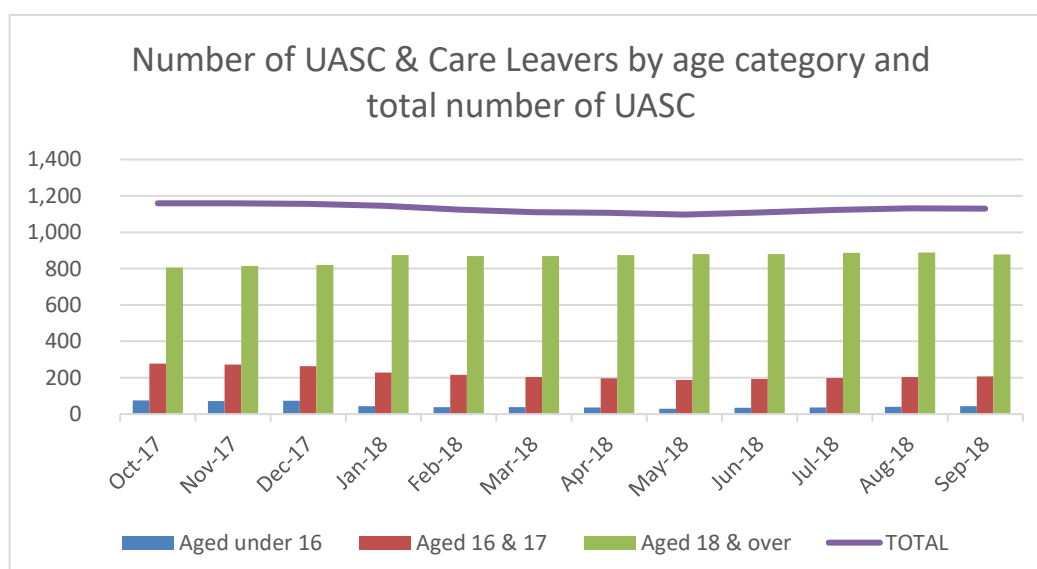
Unaccompanied Asylum Seeking Children (UASC)**1. September 18-19 position compared to budget by age category**

The September 18-19 position is a pressure of £2.1m as detailed below:

Sept-18	Cash Limit			Forecast Variance		
	Gross	Income	Net	Gross	Income	Net
	£m	£m	£m	£m	£m	£m
Aged under 16	1.9	-1.9	0.0	1.5	-1.8	-0.3
Aged 16 & 17	8.1	-8.1	0.0	8.3	-7.3	1.0
Aged 18 & over (care leavers)	7.9	-7.9	0.0	9.6	-8.2	1.4
	17.9	-17.9	0.0	19.5	-17.2	2.1

2. Number of UASC & Care Leavers by age category

	Aged under 16	Aged 16 & 17	Aged 18 & over	TOTAL
Oct-17	76	277	806	1,159
Nov-17	72	272	815	1,159
Dec-17	74	263	819	1,156
Jan-18	43	228	875	1,146
Feb-18	39	216	869	1,124
Mar-18	39	203	869	1,111
Apr-18	37	196	874	1,107
May-18	30	188	879	1,097
Jun-18	34	194	880	1,108
Jul-18	37	199	887	1,123
Aug-18	40	203	888	1,131
Sep-18	44	207	878	1,129



The number of Asylum LAC shown in Appendix 2.11 (LAC numbers) is different to the total number of under 18 UASC clients shown within this indicator, due to UASC under 18 clients including both Looked After Children and 16 and 17-year-old Care Leavers. The number of UASC children is now around the minimum threshold of UASC for the authority as a % of population (231) meaning new arrivals are not being placed on the dispersal scheme. Under 18 arrivals may be expected to increase very slightly over the next few months to maintain the minimum threshold. The number of UASC Care Leavers over 18 years old is continuing to increase slightly due to the Legacy UASC from 2015/16 becoming 18 years old and the over 21's choosing to remain within the service.

3. Number of Eligible & Ineligible Clients incl All Rights of appeal Exhausted (ARE) clients at the end of each month

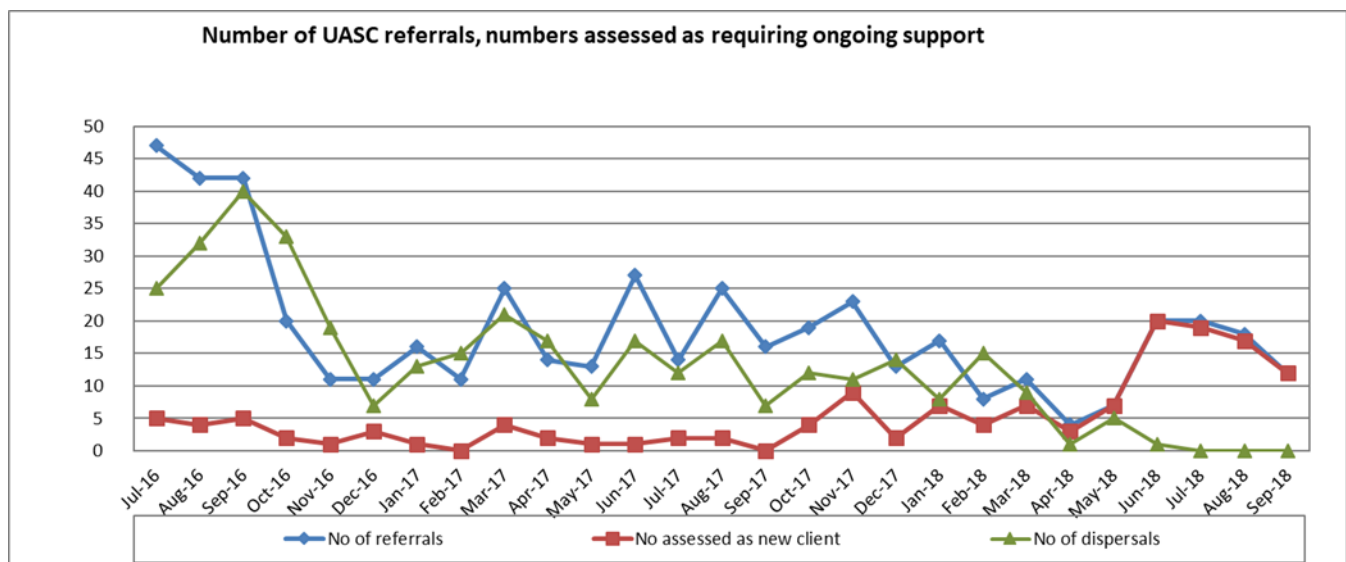
2018/19	Eligible Clients	of which AREs	Ineligible Clients	of which AREs	Total Clients	Total AREs
Outturn 2017/18	900	13	211	41	1,111	54
April	917	20	190	33	1,107	53
May	914	20	183	33	1,097	53
June	916	4	191	50	1,107	54
July	924	2	198	51	1,122	53
August	938	3	193	44	1,131	47
September	938	1	185	41	1,123	42
October						
November						
December						
January						
February						
March						

Eligible Clients are those who do meet the Home Office grant rules criteria. Appeal Rights Exhausted (ARE) clients are eligible for the first 13 weeks providing a human rights assessment is completed.

Ineligible clients are those who do not meet the Home Office grant rules criteria. For young people (under 18), this includes accompanied minors and long term absences (e.g. hospital or prison). For care leavers, there is an additional level of eligibility as the young person must have leave to remain or “continued in time” appeal applications to be classed as an eligible client.

4. Numbers of UASC referrals, assessed as requiring ongoing support

	No of referrals	No assessed as new client	%	No of dispersals
Jul-16	47	5	11%	25
Aug-16	42	4	10%	32
Sep-16	42	5	12%	40
Oct-16	20	2	10%	33
Nov-16	11	1	9%	19
Dec-16	11	3	27%	7
Jan-17	16	1	6%	13
Feb-17	11	0	0%	15
Mar-17	25	4	16%	21
Apr-17	14	2	14%	17
May-17	13	1	8%	8
Jun-17	27	1	4%	17
Jul-17	14	2	14%	12
Aug-17	25	2	8%	17
Sep-17	16	0	0%	7
Oct-17	19	4	21%	12
Nov-17	23	9	39%	11
Dec-17	13	2	15%	14
Jan-18	17	7	41%	8
Feb-18	8	4	50%	15
Mar-18	11	7	64%	9
Apr-18	4	3	75%	1
May-18	7	7	100%	5
Jun-18	20	20	100%	1
Jul-18	20	19	95%	0
Aug-18	18	17	94%	0
Sep-18	12	12	100%	0



5. Total number of dispersals – new referrals & existing UASC

In total there have been 359 new arrivals that have been dispersed since July 2016. These are included within the referrals in table 4. This also includes arrivals since 01 July 16 dispersed to London Boroughs, who are not participating in the transfer scheme. As the threshold of 231 UASC's has now been reached, new arrivals have not been referred to the dispersal scheme since June 2018.

Duration	Arrivals who have been dispersed post new Government Transfer Scheme (w.e.f 01 July 16)*	Former Kent UASC who have been dispersed (entry prior to 01 July 16)	Total
Jul-16	14	11	25
Aug-16	31	1	32
Sep-16	30	10	40
Oct-16	33	0	33
Nov-16	17	2	19
Dec-16	7	0	7
Jan-17	8	5	13
Feb-17	15	0	15
Mar-17	16	5	21
Apr-17	14	3	17
May-17	7	1	8
Jun-17	16	1	17
Jul-17	12	0	12
Aug-17	17	0	17
Sep-17	6	1	7
Oct-17	12	0	12
Nov-17	11	0	11
Dec-17	14	0	14
Jan-18	8	0	8
Feb-18	15	0	15
Mar-18	9	0	9
Apr-18	1	0	1
May-18	5	0	5
Jun-18	1	0	1
Jul-18	0	0	0
Aug-18	0	0	0
Sep-18	0	0	0

Monitoring of Revenue Reserves 2018-19 – half year position

1. The table below shows the projected impact of the current forecast spend and activity for 2018-19 on our revenue reserves.

Account	Balance at 31/3/18	Projected balance at 31/3/19	Movement
	£m	£m	£m
General Fund balance	36.9	36.9	0.0
Earmarked Reserves	162.2	137.0	-25.2
Surplus on Trading Accounts	0.2	0.2	0.0
School Reserves	30.0	20.0	-10.0

The movement in earmarked reserves is due to the following:

- Planned drawdowns as agreed in the MTFP
- Planned contributions and drawdowns reflected in the base budget
- Funding of approved roll forwards from the rolling budget reserve.
- Additional funding for pot holes agreed at County Council in February.

Details of the reasons for the movement in schools reserves are provided in section 3.5 of the main report.