

Committee(s): Community and Children's Services	Dated: 11 February 2022
Subject: Community & Children's Services Revenue Outturn Forecast as at Quarter 3 2021/22	Public
Which outcomes in the City Corporation's Corporate Plan does this proposal aim to impact directly?	1,2,3,4,12.
Does this proposal require extra revenue and/or capital spending?	N
Report of: The Chamberlain and the Director of Community and Children's	For Information
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Summary

- This report sets out the Quarter 3 estimated outturn for the Community & Children's Services Committee budget (excluding the ring-fenced Housing Revenue Account) for the year 2021/22 and also reports on progress around Fundamental Review (FR) and Target Operating Model (TOM) savings in the year.
 - The total local risk projected overspend for the full year is currently £162k, mostly related to children's services.
 - The total central risk budget is projected to overspend by £564k mostly as a result of increased numbers of asylum seekers who are 18 years and above for whom we receive minimal government funding.
 - FR & TOM savings are broadly on track with the exception of £57,000 as set out in para 6

Table A - Summary of DCCS Budget and Projected Outturn (excluding HRA) 2021/22				
	Budget	Outturn	Variation Underspend / (Overspend)	2nd QTR Variation Underspend / (Overspend)
	£000	£000	£000	£000
DCCS Revenue (see details in Table B)				
Net local risk expenditure	(12,062)	(12,224)	(162)	(475)
Net central risk expenditure	<u>(698)</u>	<u>(1,262)</u>	<u>(564)</u>	<u>(550)</u>
Local and Central Risk Net expenditure	<u>(12,760)</u>	<u>(13,486)</u>	<u>(726)</u>	<u>(1,025)</u>

Recommendation

2. That the Q3 projected outturn report for 2021/22 and progress around FR & TOM savings are noted.

Main Report

Quarter 3 Projected Outturn

Table B below gives the detailed forecast by service area.

SERVICE AREA	Expenditure / Income	Original Book Budget Income/ (Expenditure) £'000	Latest Approved Budget	Forecast	Variance Better/ (Worse) £	Variance as at QTR 2 Better / (Worse) £	Explanation for full year forecast variances against latest approved budget
DAP00 - Supervision and Management	Expenditure	(1,420)	(1,429)	(1,258)	171	122	
DAP00 - Supervision and Management	Income	7	7	75	68	68	
DAP05 - Community Safety Team	Expenditure	(227)	(228)	(339)	(111)	(112)	
DAP05 - Community Safety Team	Income	0	0	131	131	131	
DAT50 - Other Housing Services	Expenditure	(99)	(99)	(72)	27	27	
DAT50 - Other Housing Services	Income	101	101	103	2	2	
DAT70 - Supporting People	Expenditure	(629)	(629)	(592)	37	(23)	
DAT70 - Supporting People	Income	119	119	71	(48)	(48)	
DAT80 - Housing Service Strategy	Expenditure	(5)	(5)	(12)	(7)	(7)	
DAT90 - Housing Benefit Administration	Expenditure	(251)	(251)	(209)	42	16	
DAT90 - Housing Benefit Administration	Income	192	192	117	(75)	(68)	
DAU10 - Homelessness	Expenditure	(2,708)	(4,422)	(4,426)	(4)	213	
DAU10 - Homelessness	Income	232	1,644	1,592	(52)	(90)	
DBE00 - Older People	Expenditure	(1,769)	(1,648)	(1,686)	(38)	(154)	
DBE00 - Older People	Income	218	218	338	120	96	Increased income due to new clients contributing towards their care.
DBG00 - Adult Social Care	Expenditure	(2,896)	(3,167)	(3,139)	28	(73)	
DBG00 - Adult Social Care	Income	540	688	809	121	89	
DBL60 - Occupational Therapy	Expenditure	(301)	(301)	(310)	(9)	(5)	
DBM20 - Commissioning	Expenditure	(860)	(860)	(981)	(121)	(144)	The cost of temp staff are putting pressure on this budget. Had to fill postss with agency staff as unable to fill FTC
DBM20 - Commissioning	Income	308	308	245	(63)	(93)	Loss of income from Fusion (manage sports service)
DBM21 - Public Health	Expenditure	(1,747)	(2,127)	(1,939)	188	136	
DBM21 - Public Health	Income	1,777	2,154	1,966	(188)	(136)	
DBM40 - Adult and Community Learning	Expenditure	(1,475)	(1,535)	(1,460)	75	100	
DBM40 - Adult and Community Learning	Income	1,189	1,331	1,285	(46)	(51)	
DBN30 - Other Schools Related Activities	Expenditure	(338)	(369)	(411)	(42)	(19)	
DBN30 - Other Schools Related Activities	Income	22	22	30	8	7	
DBP10 - Early Years and Primary Education	Expenditure	(755)	(716)	(640)	76	41	
DBP10 - Early Years and Primary Education	Income	128	128	105	(23)	(23)	
DBP30 - Child Social Care	Expenditure	(1,016)	(1,226)	(1,630)	(404)	(494)	pressures due to temp staff along with continued ressurces on client costs
DBP30 - Child Social Care	Income	2	211	185	(26)	3	
DBS40 - Youth and Play	Expenditure	(173)	(173)	(171)	2	14	
TOTAL LOCAL RISK		(11,834)	(12,062)	(12,224)	(162)	(475)	pressures on csc which have largely been offset against savings in other service areas
DAP05 - Community Safety Team	Expenditure	0	(24)	(24)	0	0	
DAT50 - Other Housing Services	Income	0	0	0	0	0	
DAT90 - Housing Benefit Administration	Expenditure	(6,172)	(6,172)	(6,172)	0	67	
DAT90 - Housing Benefit Administration	Income	6,105	6,105	6,105	0	0	
DBE00 - Older People	Expenditure	0	(24)	(24)	(0)	66	
DBG00 - Adult Social Care	Expenditure	(507)	(564)	(499)	65	(66)	
DBG00 - Adult Social Care	Income	507	507	442	(65)	20	
DBM20 - Commissioning	Expenditure	(35)	(227)	(208)	19	(70)	less spend on Kahaila café budget but also no income from them this year.
DBM20 - Commissioning	Income	175	175	105	(70)	0	city advice service will only be £100k not £140k
DBN10 - Schools Delegated Budget	Expenditure	(2,273)	(2,345)	(2,345)	0	0	
DBN10 - Schools Delegated Budget	Income	2,303	2,375	2,375	0	0	
DBN30 - Other Schools Related Activities	Expenditure	(787)	(823)	(823)	0	0	
DBN30 - Other Schools Related Activities	Income	1,157	1,593	1,593	0	0	
DBN50 - Asylum Seekers Services	Expenditure	(1,341)	(1,621)	(2,244)	(623)	(637)	pressures on budget due to no of clients including those turning 18 who attract little or no funding from the home office
DBN50 - Asylum Seekers Services	Income	793	1,073	1,184	111	70	
DBP10 - Early Years and Primary Education	Expenditure	(524)	(905)	(905)	0	0	
DBP10 - Early Years and Primary Education	Income	198	179	179	0	0	
DBP30 - Child Social Care	Expenditure	(20)	(20)	(16)	4	2	
DBP30 - Child Social Care	Income	20	20	16	(4)	(2)	
TOTAL CENTRAL RISK		(401)	(698)	(1,262)	(564)	(550)	

3. The Commissioning service local risk budget is projecting an overspend of £184k as a result of the cost of temporary staff and the loss of income on the Fusion contract. This overspend is offset by savings elsewhere.
4. The Children's Social Care local risk budget is expected to overspend by a net £430k. This is due to the cost pressure of having temporary staff in position and the continued presence of a number of high cost placements. The service is urgently reviewing the suitability of all high cost placements as a result and are working with the Commissioning team to try and reduce these costs. The implementation of the TOM proposals have reduced the need to use temporary staff as new permanent positions were included in the structure. These posts are being filled and will reduce the cost burden on agency staff going forwards.
5. The Homelessness budget is expected to breakeven overall, however this position includes a projected overspend on the Carter Lane accommodation lease costs which are currently forecast to be offset by savings in other areas.
6. The Afghan resettlement costs will be fully recovered via wraparound and education funding. We have received the education funding for the period Sept – Nov 2021 which has been spent in full. We are waiting for instructions regarding the next instalment of funds. The first QTR claim for the wraparound funding has also been submitted to the Home Office and we expect payment to be received this month.
7. The Asylum Seekers central risk budget (which excludes the Afghan resettlement costs) is projected to overspend by £513k in the full year. There are increasing number of asylum seekers turning 18 years old for which we have a carers responsibility but which attract little or no government funding. A separate paper focused on the current and longer term position of the Asylum Seekers budget is being prepared for this Committee as this is an ongoing funding issue.

Target Operating Model and Fundamental Review Savings

8. Target Operating Model savings of £650k and Fundamental Review savings of £594k are on target with the following exceptions:
 - £51,000 reduction in agency staff budget. Due to the difficulties in filling Fixed Term Contract posts, DCCS have had to use agency staff. This is being address as part of the TOM proposals and savings will be realised from 2022/23
 - £6,000 reduction in the family support budget. During the year, extra family support has been awarded to a particular family with very disabled children.

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