

BUDGET SCRUTINY COMMITTEE

Democratic Services

ITEM 4 – Preparation of the Draft 2019/20 Budget - Pressures

**Medium Term Budget Pressures – People
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**Medium Term Budget Pressures – Resources
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2019/20 DRAFT BUDGET CHALLENGE MEETINGS:

Wednesday 3 October 2018 (Council Chamber @ 7.00PM)

Tuesday 9 October 2018 (Council Chamber @ 7.00PM)

Tuesday 16 October 2018 (Room 1.02 @ 7.00PM)

Members of the Committee are asked to bring these papers with them to all of the challenge meetings.

<http://milton-keynes.cmis.uk.com/milton-keynes/Committees.aspx>

For more information about the meeting please contact Elizabeth Richardson on (01908) 252629 or e-mail: Elizabeth.Richardson@milton-keynes.gov.uk

Portfolio Holder	Service Group	Budget Pressure (New or Revision)	New Reference number Ref	Old Reference Number Ref	Lead Officer	Proposal Description	Risk Level	Budget 2018/19	2019/20	2020/21	2021/22	2022/23	Reason	Justification	Previously Agreed July 2018
								£000s	£000s	£000s	£000s	£000s			
						Name, What is the Pressure, Why has it occurred and what are the key assumptions behind the values and dependencies that might impact on this (explain if these change by year)	High, Medium, Low* for definitions	Current Year Gross Budget					Pick from drop down	Pick from drop down	
Hannah O'Neill	Adult Social Care & Health	REVISION	P4	P2	Victoria Collins	Learning Disability (LD) Services - There are a number of young people with LD reaching adulthood who need support from Adult Services in supported living placements and direct payments. The budget pressure is modelled on known young people transitioning and their estimated care needs. Future years are modelled on an additional 15 people per year.	LOW	18,224	647	620	630	630	DEMOGRAPHY	FINANCIAL Model	Y
Hannah O'Neill	Adult Social Care & Health	REVISION	P5	P3	Victoria Collins	Learning Disabilities - Care costs due to support breakdown due to ageing parent carers with additional people requiring services. Three people are identified as at risk of family breakdown in 2019/20. Estimates for 2020/21 and 2021/22 assume three additional clients per year based on an average cost of care per year of £50k each.	MEDIUM	18,224	110	150	150	150	DEMOGRAPHY	FINANCIAL Model	Y
Hannah O'Neill	Adult Social Care & Health	REVISION	P6	P4	Victoria Collins	Older People - General net demographic growth based on forecast MK population changes is expected to be on average 40 additional service users per year. Principally this will fund growth of external residential and nursing, direct payments, day care and homecare packages.	HIGH	19,981	472	494	515	515	DEMOGRAPHY	FINANCIAL Model	Y
Hannah O'Neill	Adult Social Care & Health	REVISION	P7	P5	Victoria Collins	Physical Disabilities - General net demographic growth modelled on MK population forecasts equal to four new service users per year. Three young people with physical disabilities will reach adulthood with high support needs. One young person will need supported living and two will require a direct payment. 19/20 is lower than future years as the demand pressure built in for 2018/19 was not needed. Future years are modelled at 3 additional service users per year.	LOW	6,565	111	176	176	176	DEMOGRAPHY	FINANCIAL Model	Y
Hannah O'Neill	Adult Social Care & Health	REVISION	P8	P6	Victoria Collins	Physical Disabilities - Three young people with physical disabilities will reach adulthood with high support needs. One young person will need supported living and two will require a direct payment. 19/20 is lower than future years as the demand pressure built in for 2018/19 was not needed. Future years are modelled at 3 additional service users per year.	LOW	6,565	0	0	0	0	DEMOGRAPHY	FINANCIAL Model	Y
Hannah O'Neill	Adult Social Care & Health	REVISION	P9	P7	Victoria Collins	Mental Health (MH) & Autism services . There are a number of young people with MH/Autism reaching adulthood. Support packages will be required including supported living placements for six young people and care packages and/or direct payments are required for 14 young people. Future years are modelled on an additional 20 service users a year.	LOW	2,344	236	224	224	224	DEMOGRAPHY	FINANCIAL Model	Y - changed
Hannah O'Neill	Adult Social Care & Health	NEW	P10	New	Victoria Collins	Older People - new pressure based on placements/packages awarded at the start of the year, as a result of a peak in referrals, assessments and improved Delayed Transfers of Care performance. There has been an increase of 88 direct payment/homecare packages which were authorised between January-June 2018. Furthermore, there have been 56 new residential and nursing spot placements made since March 2018. This increase is required to align the base budget with the existing number of Adult Social Care service users.	HIGH	19,981	1,100	0	0	0	DEMOGRAPHY	FINANCIAL Model	Y - changed
Total Adult Social Care & Health									2,676	1,664	1,695	1,695			
Zoe Nolan	Children and Families	REVISION	P11	P14	Mac Heath	Children's Social Care (Looked After Children and Children in Need) - To fund the pressure in the increasing number of children requiring support from children's and families services. The 0-19 year old population in Milton Keynes is expected to increase and this will have an impact on the number of children requiring services and support. A 2% increase has been allowed for growth in line with the Office of National Statistics (ONS) population estimates.	HIGH	15,600	315	315	475	475	DEMOGRAPHY	FINANCIAL Model	Y - changed
Zoe Nolan	Children and Families	REVISION	P12	P18	Mac Heath	Special Education Needs (SEN) - An increase in the number of children requiring SEN casework support with an additional 400 children now on an Education Health Care (EHC) plan compared to 2013/14 and more children with complex disabilities. Two additional caseworkers and a social work assistant are required to support this growth. At present the pressures are being managed and funded via SEN Reform grant funding which has meant that this pressure has been mitigated in the short term. This is not available after September 2020.	Low	379	0	80	70	0	DEMOGRAPHY	BUSINESS CASE	Y
Zoe Nolan	Children and Families	REVISION	P13	P20	Marie Denny	Home to School Travel - An increase in the budget is required for home to school travel as a result of changes in the complexity of needs of children eligible for travel (resulting in changes in the transport requirement, such as individualised travel, smaller vehicles etc.) together with a small increase in the number of special school places required. A 2% increase has been allowed for growth in line with the Office of National Statistics (ONS) population estimates, plus an additional £75k to allow for individual taxis at an average cost of £15k - £25k.	MEDIUM	4,213	156	156	156	156	DEMOGRAPHY	FINANCIAL Model	Y
Total Children and Families									471	551	701	631			
Total People									3,147	2,215	2,396	2,326			

Risk level	Description
High	Very Likely to change and the impact could be significant >£200k in any one year
Medium	Likely to change and impact could be up to but not more than £200k per annum
Low	Fixed or unlikely to change and impact less than £50k in any one year

Emerging Draft One-Off Pressures - to be reviewed

Portfolio Holder	Service Group	Budget Pressure (New or Revision)	New Reference number Ref	Old Reference Number Ref	Lead Officer	Proposal Description	2019/20	2020/21	2021/22	2022/23	
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Hannah O'Neill	Adult Social Care	NEW	OP11		Victoria Collins	LD residential care review - Reduce reliance on residential care by supporting people with learning disabilities to move to supported living either where they are currently living or by moving to back to Milton Keynes. One off investment of £100k will be needed in order to carry out the reviews. This will be funded from the Value for Money Reserve.	100	0	0	0	General
Total People							100	0	0	0	

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Rob Middleton	Resources	NEW	P2	n/a	Hazel Lewis	Microsoft Licences - current licensing ends on June 19. The opportunity to continue to buy multi year deals at a discounted price and capitalise is no longer available. Microsoft have changed their commercial licensing arrangements to focus on cloud based solutions and have removed the public sector discount which is impacting across local government.	HIGH	0	557	185	0	0	CONTRACTUAL CHANGE (NEW CONTRACT WITH HIGHER PRICE)	BUSINESS CASE	New
Rob Middleton	Resources	NEW	P3	n/a	Robin Bates	Additional Discretionary Housing Payments budget provision to cover the increase in awards needed to minimise the use of temporary accommodation and maintain or discharge to the private rented sector . This increase is over and above the level of government funding the council receives and has to be funded locally. We will be lobbying government for additional funding.	HIGH	702	200	0	0	0	DEMAND: NEW	BUSINESS CASE	New
Total Resources									757	185	0	0			
Pete Marland	Corporate Core	NEW	P35	n/a	Geoff Snelson	Permanent programme support for MK Futures Programme	LOW	0	0	55	0	0	POLICY CHOICE	BUSINESS CASE	Y
Total Corporate Core									0	55	0	0			

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Pete Marland	Corporate Core	NEW	OP9		Geoff Snelson	Funding for Festival of Creative urban Learning (£50k every two years). Thi will be funded from the Events Reserve.	50	0	50	0	General
Total Corporate Core							50	0	50	0	