

Adults Budget Scrutiny

People & Health Scrutiny

10th December 2021

Current Pressures & Context of delivery



We buy **£111m** of care each year, spending c£350,000 per day on care



Around **4000** people have their care paid for by the Council



Dorset has a **37% higher ratio of people over 65** to under 65 than the England average.



By 2029, there will be an **additional 24000** people aged 65+



This year, 70% of older people (85+) requiring bed based care will have **dementia or a related condition**



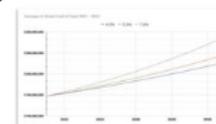
By 2029, 150,000 people will retire, there will be 23,000 new jobs created, leaving **173,000 jobs to fill**



320% increase in Hospital Social work – 1675 people this year compared to 624 in 2019/20

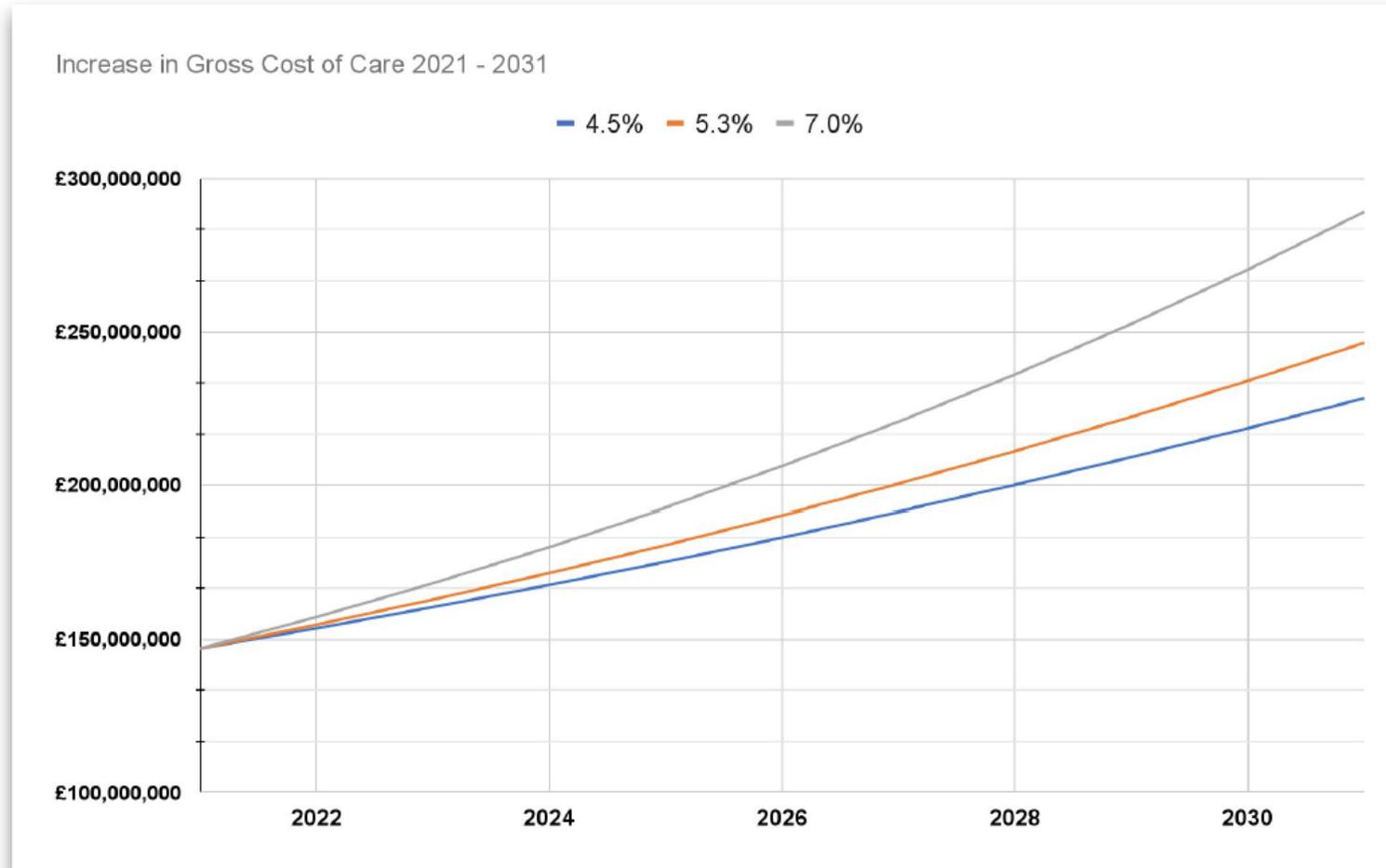


This year, Covid-19 has resulted in **£5.4m unrecoverable costs** in supporting the NHS



7% year on year increase in gross cost of care to the Council – estimated £10.3m (21/22)

The long term financial projections for Dorset



Analysis by the NAO indicates a 7% year-on-year increase in the gross cost of care to the Council over the next ten years

Unavoidable pressures:

- Rurality
- Geography
- Demographics
- Population pressures



22/23 Budget

- Adults budget for 22/23 has been built on an evidential base of national data and costs, alongside the Dorset specific pressures of demographics and geography. This bottom-up approach has given a solid budget position that can be balanced via the short- and medium-term actions being conducted by the directorate and within the know demand.
- Budget pressures for 22/23 set out to the right shown a **£14.758m pressure**
- The overall budget position is a net increase of £13,122,747 (compared to the 2021/22 budget), considering budget pressures, transformation savings and a reduction of budget pressures, resulting in a proposed budget of **£141,085,541**

The Directorate identified a list of budget pressures as follows:

Adult Care Packages	£6,695,393*
2021/22 savings in year not achievable	£5,477,000**
Estimated cost of increments	£625,633
Liberty Protection Safeguards – cost of assessments	£1,000,000
Approved Mental Health Practitioner Hub	£300,000
Staffing pressures	£189,878
Continued funding of Housing posts currently grant-funded	£470,400
Total	£14,758,304

* 7% has been applied in terms of uplift for 2022/23 based on the National Audit Office assumptions and applying local demographic, rurality, and cost increases.
 ** At the time of setting the budget it was identified that £5,477,000 were unachievable and would be required in 2022/23

22/23 Budget pressures – Adults & Housing

Adults & Housing 22/23 Base Budget	
Base Budget 2021/22	£128,394,254
Pay award, general inflation and other central adjustments	£3,227,862
Pressure	£14,758,304
Transformation Savings	-£3,805,000
Absorption of risk	-£1,489,878
Total	£141,085,541

22/23 Base Budget – Adults & Housing

Strategic plan

- **Closer working with community & health partners** – Right people, Right place, Right time, Right intervention
- **Workforce Plan** – Improving capacity and sufficiency in internal and external workforce, using emerging models of good practice
- **High Acuity Care (Bedded and Community) and provision of whole county coverage** - area of greatest need & demand for ASC, this may well need investment
- **Realigning and supporting the recovery and rehabilitation of people leaving hospital** e.g. Improving the recovery potential before people enter hospital; Avoid people entering hospital in an unplanned way; Community response model available 24/7
- **Transforming care services across Dorset**