

North Yorkshire County Council

Care and Independence Overview and Scrutiny Committee

24 January 2013

Additional Budget Savings Required in 2013/14 and 2014/15 – Health and Adult Services Directorate

1.0 Purpose of the Report

- 1.1 To provide an opportunity for the Committee to contribute to discussions and plans for achieving the additional budget savings required in 2013/14 (Year 3) and 2014/15 (Year 4) in the Health and Adult Services Directorate.

2.0 Background

- 2.1 Members will recall that by the end of the current four-year Medium Term Financial Strategy in 2014/15 the County Council was required to make savings of £69m.
- 2.2 As a result of the Chancellor's autumn statement announced in December 2012 and the Council receiving its Provisional Government Settlement for 2013/14, this figure has increased by £24m to £93m.
- 2.3 Plans are already in place under which the Council is on course to have saved £52m of the £93m by the end of this year.
- 2.4 The budget situation was a topic at the Members seminars on 14 November 2012, 5 December 2012 and 9 January 2013. Appendix 1 is an extract from the presentations on 9 January and provides an overview of the savings required over the next 2 years.
- 2.5 Additional information will be provided at the meeting by the Corporate Director Health and Adult Services or their representative.

3.0 Recommendation

- 3.1 That Members consider the plans for achieving budget savings across the Health and Adult Services Directorate so that any comments may be taken into account by the Executive at its meeting on 5 February 2013.

Covering report compiled by:

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Background documents: None

Appendix 1 - Extract from the Members' Seminar budget presentation, 9 January 2013

Further Pressures 2013/14 and 2014/15

| | <u>13/14</u> | <u>14/15</u> | <u>Total</u> |
|--|--------------|--------------|--------------|
| | £m | £m | £m |
| MTFS Savings (69m / 4 yrs) | 8.2 | 8.7 | 16.9 |
| <u>ADD</u> | | | |
| ↪ Fallout of one-off C Tax Freeze Grant+ | 2.7 | 1.7 | 4.4 |
| ↪ Council Tax Benefits Localisation | - | 0.6 | 0.6 |
| ↪ Early Intervention Grant | 4.4 | 1.0 | 5.4 |
| ↪ Council Tax Freeze Grant | 6.1 | 3.8 | 9.9 |
| ↪ Additional cut in Government Grant | 2.5 | 3.1 | 5.6 |
| ↪ Price decreases etc. | (3.8) | 2.1 | (1.7) |
| | <hr/> 11.9 | <hr/> 12.3 | <hr/> 24.2 |
| Total Savings Required | <hr/> 20.1 | <hr/> 21.0 | <hr/> 41.1 |
| Extra Savings since 5 December Seminar | -0.8 | +3.5 | +2.7 |