

# Public Document Pack

**Argyll and Bute Council**  
Comhairle Earra Ghaidheal agus Bhoid

Corporate Services  
Director: Nigel Stewart



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6 July 2006

## NOTICE OF MEETING

A special meeting of the **AUDIT COMMITTEE** will be held in the **COUNCIL CHAMBERS, KILMORY** on **THURSDAY, 13 JULY 2006** at **9:15 AM**, which you are requested to attend.

Nigel Stewart  
Director of Corporate Services

## BUSINESS

1. **APOLOGIES**
2. **DECLARATIONS OF INTEREST**
3. **SOCIAL WORK AND FREE PERSONAL CARE EXPENDITURE AND GAE**
  - (a) EXTRACT FROM MINUTES OF COUNCIL MEETING OF 28 JUNE 2006  
(Pages 1 - 2)
  - (b) REPORT BY HEAD OF STRATEGIC FINANCE  
(Pages 3 - 10)
  - (c) REPORT BY DIRECTOR OF COMMUNITY SERVICES  
(TO FOLLOW)

## AUDIT COMMITTEE

Councillor Donald MacMillan  
Councillor Gary Mulvaney (Chair)  
Ian M M Ross  
Christopher Valentine

Councillor John McAlpine  
Councillor Elaine Robertson  
Councillor John Tacchi

Contact: Katie McKenzie

Tel. No. 01546 604511

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ARGYLL & BUTE COUNCIL

AUDIT COMMITTEE

CORPORATE SERVICES

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EXTRACT OF MINUTE OF THE COUNCIL MEETING OF 28 JUNE 2006

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6. (b) **SOCIAL WORK AND FREE PERSONAL CARE EXPENDITURE AND GAE**

The Council considered a report by the Head of Strategic Finance which identified details of Social Work GAE and expenditure amounts for 2004/05, 2005/06 and 2006/07.

**Decision**

Agreed to refer the report to a special meeting of the Audit Committee to consider and report to the Strategic Policy Committee.

(Ref: Report by Head of Strategic Finance dated 26 June 2006, tabled)

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**ARGYLL AND BUTE COUNCIL  
STRATEGIC FINANCE**
**COUNCIL  
28 JUNE 2006**
**SOCIAL WORK AND FREE PERSONAL CARE EXPENDITURE AND GAE**
**1 INTRODUCTION**

- 1.1 The Audit Committee on 9 June 2006 considered a report and extract from the minutes of the Helensburgh and Lomond Area Committee of 6 June 2006. Arising from this the Audit Committee requested the Head of Strategic Finance to present a report at the Council meeting on 28 June 2006 identifying:
- i. The Grant Aided Expenditure (GAE) received from the Scottish Executive for social services, broken down by care of the elderly, children and families etc for the last 3 years.
  - ii. The element of GAE received for free personal care for the last 3 years.
  - iii. The Council's annual expenditure for 2004-05, 2005-06 and budgeted expenditure for 2006-07 in connection with (i) and (ii) above.
  - iv. The cost of Council run care homes in the last 3 years, gross expenditure and net expenditure, and the impact on social services.
- 1.2 Appendices 1, 2 and 3 give the details of Social Work GAE and expenditure amounts for 2004-05, 2005-06 and 2006-07. This is summarised in the table below.

	2004-05 Actual £000s	2004-05 GAE £000s	2004-05 Diff £000s	2005-06 Actual £000s	2005-06 GAE £000s	2005-06 Diff £000s	2006-07 Budget £000s	2006-07 GAE £000s	2006-07 Diff £000s
Service Strategy	458	914	-456	842	945	-103	911	948	-37
Reporter To Childrens Panel	62		62	57		57	46		46
Children And Families	7,132	3,062	4,070	7,818	3,322	4,496	8,150	3,735	4,415
Older People	18,447	21,029	-2,582	20,310	23,085	-2,775	20,453	25,375	-4,922
Disabilities & Mental Health Needs	9,065	7,968	1,097	8,233	8,286	-53	9,110	8,651	459
Adults With Addictions/Substance Misuse	195		195	168		168	180		180
AIDS/HIV		16	-16		16	-16		20	-20
Criminal Justice Social Work Services	-18		-18	-12		-12	49		49
<b>Total Social Work</b>	<b>35,341</b>	<b>32,989</b>	<b>2,352</b>	<b>37,416</b>	<b>35,654</b>	<b>1,762</b>	<b>38,899</b>	<b>38,729</b>	<b>170</b>

- 1.3 In each of the years from 2004-05 to 2006-07 the Council has spent more or plans to spend more than the GAE for social work services - £2.352m in 2004-05, £1.762m in 2005-06 and £170,000 in 2006-07.
- 1.4 Appendix 4 details the GAE and expenditure amounts for 2004-05, 2005-06 and 2006-07 in respect of free personal care. In each of the 3 years it can be demonstrated that the Council has spent or plans to spend more than

the GAE it receives for free personal care. The Council has exceeded its GAE for free personal care by £1.968m in 2004-05, £2.022m in 2005-06 and £1.419m in 2006-07.

- 1.5 Appendix 5 details the costs of the Council's own care homes. Members should note that the cost of running the Council's own care homes will be considered as part of the review of social work services already underway.

For further information please contact Bruce West, Head of Strategic Finance  
01546-604220

Bruce West,  
Head of Strategic Finance  
26 June 2006

## ANALYSIS OF SOCIAL WORK GAE AND ACTUAL EXPENDITURE 2004-05

## APPENDIX 1

GAE Indicator	GAE Allocation £000s	Service Strategy £000s	Reporter to Children's Panel £000s	Children and Families £000s	Older People £000s	Disabilities & Mental Health £000s	HIV/Aids £000s	Addictions/ Substance Misuse £000s	Criminal Justice £000s
<b>GAE Allocation 2004-05</b>									
Home Based Elderly	8,597				8,597				
Residential Accommodation for Elderly	7,000				7,000				
Casework and Admin - elderly	603				603				
Community and Residential Care for Children	1,523			1,523					
Day Care for Children	327			327					
Casework and Admin - children	749			749					
Services for HIV/AIDS	14						14		
Casework and Admin - HIV/AIDS	2						2		
Services for People with Disabilities	5,073					5,073			
Casework and Admin - Disabilities	280					280			
Independent Living Fund	205					205			
Remaining Social Work Services	1,295					1,295			
Casework and related administration - other clients	382					382			
Community Care - Mental Illness	446					446			
General Administration	914	914							
Community Care - Action Plan	205				205				
Childrens Services Development Fund	320			320					
Supporting Young People Leaving Care	0			0					
Carers Service and Respite Care	430			143		287			
DWP Transfer Preserved Rights	1,878				1,878				
DWP Transfer Residential Allowance	0								
Personal Nursing Care for Older People	2,266				2,266				
Care Home Fees	480				480				
<b>Total GAE 2004-05</b>	<b>32,989</b>	<b>914</b>	<b>0</b>	<b>3,062</b>	<b>21,029</b>	<b>7,968</b>	<b>16</b>	<b>0</b>	<b>0</b>
<b>Actual Expenditure 2004-05</b>	<b>35,341</b>	<b>458</b>	<b>62</b>	<b>7,132</b>	<b>18,447</b>	<b>9,065</b>	<b>195</b>	<b>(18)</b>	<b>(18)</b>
<b>Variance 2004-05</b>	<b>2,352</b>	<b>(456)</b>	<b>62</b>	<b>4,070</b>	<b>(2,582)</b>	<b>1,097</b>	<b>(16)</b>	<b>195</b>	<b>(18)</b>

## ANALYSIS OF SOCIAL WORK GAE AND ACTUAL EXPENDITURE 2005-06

## APPENDIX 2

GAE Indicator	GAE Allocation £000s	Service Strategy £000s	Reporter to Children		Disabilities & Mental Health £000s	Addictions/ Substance Misuse £000s		Criminal Justice £000s
			Children's Panel £000s	and Families £000s		Older People £000s	HIV/Aids £000s	
<b>GAE Allocation 2005-06</b>								
Home Based Elderly	9,013							
Residential Accommodation for Elderly	7,241							
Casework and Admin - elderly	622			622				
Community and Residential Care for Children	1,572		1,572					
Day Care for Children	339		339					
Casework and Admin - children	773		773					
Services for HIV/AIDS	14						14	
Casework and Admin - HIV/AIDS	2						2	
Services for People with Disabilities	5,284				5,284			
Casework and Admin - Disabilities	292				292			
Independent Living Fund	213				213			
Remaining Social Work Services	1,356				1,356			
Casework and related administration - other clients	398				398			
Community Care - Mental Illness	446				446			
General Administration	945	945						
Community Care - Action Plan	212			212				
Childrens Services Development Fund	432		432					
Supporting Young People Leaving Care	58		58					
Carers Service and Respite Care	445		148		297			
DWP Transfer Preserved Rights	1,821			1,821				
DWP Transfer Residential Allowance	405			405				
Personal Nursing Care for Older People	2,360			2,360				
Care Home Fees	1,411			1,411				
<b>Total GAE 2005-06</b>	<b>35,654</b>	<b>945</b>	<b>0</b>	<b>3,322</b>	<b>8,286</b>	<b>16</b>	<b>0</b>	<b>0</b>
<b>Actual Expenditure 2005-06</b>	<b>37,416</b>	<b>842</b>	<b>57</b>	<b>7,818</b>	<b>8,233</b>	<b>168</b>	<b>168</b>	<b>(12)</b>
<b>Variance 2005-06</b>	<b>1,762</b>	<b>(103)</b>	<b>57</b>	<b>4,496</b>	<b>(53)</b>	<b>(16)</b>	<b>168</b>	<b>(12)</b>



## ANALYSIS OF SOCIAL WORK GAE AND BUDGET EXPENDITURE 2006-07

## APPENDIX 3

GAE Indicator	GAE Allocation £000s	Service Strategy £000s	Reporter to Children		Disabilities & Mental Health £000s	HIV/Aids £000s	Addictions/ Substance Misuse £000s		Criminal Justice £000s
			Children's Panel £000s	and Families £000s			Older People £000s	Crimes £000s	
<b>GAE Allocation 2006-07</b>									
Home Based Elderly	9,836								
Residential Accommodation for Elderly	7,698								
Casework and Admin - elderly	653			653					
Community and Residential Care for Children	1,808		1,808						
Day Care for Children	388		388						
Casework and Admin - children	887		887						
Services for HIV/AIDS	18					18			
Casework and Admin - HIV/AIDS	2					2			
Services for People with Disabilities	5,580				5,580				
Casework and Admin - Disabilities	298				298				
Independent Living Fund	214				214				
Remaining Social Work Services	1,391				1,391				
Casework and related administration - other clients	409				409				
Community Care - Mental Illness	447				447				
General Administration	948	948							
Community Care - Action Plan	217			217					
Childrens Services Development Fund	438		438						
Supporting Young People Leaving Care	58		58						
Carers Service and Respite Care	468		156		312				
DWP Transfer Preserved Rights	1,830			1,830					
DWP Transfer Residential Allowance	405			405					
Personal Nursing Care for Older People	2,488			2,488					
Care Home Fees	2,248			2,248					
<b>Total GAE 2006-07</b>	<b>38,729</b>	<b>948</b>	<b>0</b>	<b>3,735</b>	<b>8,651</b>	<b>20</b>	<b>0</b>	<b>0</b>	
<b>Budget Expenditure 2006-07</b>	<b>38,899</b>	<b>911</b>	<b>46</b>	<b>8,150</b>	<b>9,110</b>	<b>180</b>	<b>180</b>	<b>49</b>	
<b>Variance 2006-07</b>	<b>170</b>	<b>(37)</b>	<b>46</b>	<b>4,415</b>	<b>459</b>	<b>(20)</b>	<b>180</b>	<b>49</b>	

## APPENDIX 4

## ANALYSIS OF FREE PERSONAL CARE GAE AND EXPENDITURE 2004-05, 2005-06 AND 2006-07

	2004-05 £000s	2005-06 £000s	2006-07 £000s
GAE	3,720	3,884	4,151
Expenditure	5,688	5,906	5,570
Variance	1,968	2,022	1,419

**COSTS OF COUNCIL RUN CARE HOMES 2004-05 TO 2006-07****APPENDIX 5**

	<b>Actual 2004-05 £000s</b>	<b>Actual 2005-06 £000s</b>	<b>Budget 2006-07 £000s</b>
Gross Operating Expenditure	5,520,736	5,707,976	5,270,217
Income	(1,064,714)	(1,077,689)	(1,050,716)
Net Operating Expenditure	4,456,022	4,630,287	4,219,501

It should be noted that in addition to the above operating costs the undernoted costs for capital charges and support service charges are also apportioned to care homes.

Capital Charges	434,192	465,277	408,697
Support Services Charges	701,873	601,835	542,807

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