

SERVICE GROWTH / COST PRESSURES - 2014/15

Service	Item	2014/15	Comments
		£'000	
	Demand led pressures		
Adults	Transitions	500	Children with disabilities accessing social care services transfer into adult social care at age 18 (or later, if in full time education). The costs of providing social care services to children in transition become a service cost pressure for adult social care. The number of children in transition and the cost of their care vary from year to year. As they often transfer part way through the financial year, the full year effect of their costs is felt in the year following their transfer.
Adults	Learning Disabilities	488	Transitional clients living longer into Adult age. In 2013/14, the highest spending category of care was Learning Disability residential care, and this category of care will continue to see growth across the period.
Adults	Demand for Services	310	Although the numbers of older people are increasing according to population growth, the proportion or mix of service users with dementia will increase significantly which in general means that additional costs will be incurred by the department. In addition, the department has seen a significant increase in dementia service users in the last two years. A risk for the department is managing the growth in demand in 2013/14 of around £1m, but the service is working hard to look at strategies to counteract this growth with changes in the way that services are delivered.
R&G	Housing - Temporary Accommodation	(1,047)	The implementation of the overall benefit cap following from changes to the Local Housing Allowance regime have resulted in an increase in homeless demand and changes in the housing benefit subsidy for temporary accommodation. To date the demand has not been as high as originally anticipated.
	Total demand led growth	251	
	Price led growth		
Adults	Inflation	2,238	The department's historic 'price point' approach to reducing unit costs has largely been exhausted. This impacts the viability of holding the current levels of unit costs. The department anticipates a 3.8% price increases in homecare
E&N	Contractual inflation across Environment & Neighbourhoods Services	197	This covers contractual inflation relating to the Streetlighting PFI and Street Trees contractual inflation, Willesden Sport Centre PFI, CCTV contractual inflation and LoHAC framework inflation.
	Total Price led growth	2,435	
	Loss of Income		
R&G	HRA/General Fund Recharges	25	Impact of stock transfers from South Kilburn and other sites
Assistant Chief Executive	Design Service	220	To reflect the historic shortfall of income within Design.
Human Resources	Payroll Service	175	Loss of income from the Authority no longer providing a payroll service to schools.
	Total pressures due to loss of	420	
	New Burdens		
Adults	Learning Disability & Community Voices	9	Funding for Deprivation of Liberty Safeguards/Mental Health Advocacy and veterans income
	Total pressures due to new	9	
	GRAND TOTAL OF SERVICE	3,115	