

Change Request – Targeted Reviews (ASC604 and A9)

- 1) This change request is presented in response to Newton Europe appraisal of the project's current profile of savings that can be expected in future from targeted reviews, which suggests that it does not reflect sufficiently the likely pace of reductions in younger adults, where savings will take longer to release as a result of the complexity in these cases, and that the remaining reductions available in older adults are expected to be lower and take longer to realise than suggested in the original profile.
- 2) The project's current profile of remaining savings is as follows:
 - a. £3.010m 2018/2019
 - b. £2.000m 2019/2020
 - c. £1.000m 2020/2021
- 3) By contrast, Newton Europe suggested profiling of:
 - a. £1.010m 2018/2019
 - b. £2.000m 2019/2020
 - c. £3.000m 2020/2021
- 4) The profiling difference comes from a different way of calculating the speed and duration of savings based on lead in time, cultural change and getting services up to speed.
- 5) Whilst the project is currently on track to deliver its review savings targets, there has been a fall in the level of saving per review, and therefore to stay on track proportionately more reviews would have to be undertaken in order to achieve the required amount of savings, if the level of saving per review continues to fall.
- 6) Approval is therefore requested to re-profile the project's savings to slip £1.000m from the savings target in 2018/2019 to 2020/2021, as follows:

| Cashable Benefits (Savings) by Year | | | | | | |
|--------------------------------------------|-----------------|----------------|---------------|--|--|--|
| £000s | | | | | | |
| <u>Year</u> | <u>Expected</u> | <u>Revised</u> | <u>Change</u> | | | |
| 2017/2018 | | | 0 | | | |
| 2018/2019 | 3,010 | 2,010 | -1,000 | | | |
| 2019/2020 | 2,000 | 2,000 | 0 | | | |
| 2020/2021 | 1,000 | 2,000 | 1,000 | | | |
| Total | 6,010 | 6,010 | 0 | | | |

- 7) The overall total savings delivered will remain the same. This change is consistent with the current MTFS.
- 8) The volume and level of savings will continue to be tracked and monitored closely. Should the evidenced delivery not match the agreed profile, approval will be sought to further amend the savings profile.