

- 4) Clearly, the level of combined spend on integrated health delivery offers an opportunity to drive significant financial and non-financial benefit. However, it should be noted that both organisations are facing considerable financial pressures whilst operating as single entities. These pressures will remain under close scrutiny to ensure that financial savings are fully delivered against 2014/15 base budgets as opposed to just absorbing spend from increased demand.
- 5) Staffing rationalisation and driving efficient operations. The integration between the two organisations will be implemented from April 2015. Within 2014/15, the new vehicle will refine and re-align existing practices and structures which will further develop over time.

Integrated Adult Provision – estimated staffing savings

Staffing	Existing spend £000	2014/15		2015/16		2016/17	
		Lower @ 1% £000	Higher @ 3% £000	Lower @ 2% £000	Higher @ 5% £000	Lower @ 3% £000	Higher @ 7% £000
PCC 14/15 base	11,028	110	331	221	551	331	772
CCG 14/15 base	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total savings	11,028	110	331	221	551	331	772

- 6) The biggest bulk of spend, and therefore associated savings, are the actual services in scope for the newly formed integrated delivery function. For PCC, our base budget for 2014/15 amounts to £44.3m with a further £85m attributable to the CCG.
- 7) There are a range of planned activities that will deliver financial benefit through integrated adult service delivery. At this stage, we have not assigned a financial value to each specific activity, but have specified a range of potential savings based on phased implementation of all of the planned actions across the three years. The core activities that will deliver the savings are:
 - In 2014/15 both organisations will constructively review and challenge existing service delivery arrangements – mainly focussing on those with long term care needs;
 - Out of area placements will be reviewed to evaluate more local, cost effective solutions whilst focussing on improving the level of care provided;
 - Develop and adopt integrated strategies reflecting a different operating model;
 - Adopt a single assessment process;
 - Process re-design and adoption of integrated ICT systems;
 - Introduce a single point of client contact;