

<b>Variations to the Integrated Drug and Alcohol Treatment System Contract</b>
<b>Cllr Wayne Fitzgerald, Cabinet Member for Adult Social Health and Public Health</b>
<b>April 2021</b>
<b>Deadline date: April 2021</b>

Cabinet portfolio holder:	Councillor Wayne Fitzgerald, Cabinet Member for Adult Social, Health and Public Health
Responsible Director:	Dr Liz Robin, Director of Public Health
Is this a Key Decision?	YES If yes has it been included on the Forward Plan: YES Unique Key decision Reference from Forward Plan: KEY/26APR21/01
Is this decision eligible for call-in?	Yes
Does this Public report have any annex that contains exempt information?	NO
Is this a project and if so has it been registered on Verto?	NO

<b>R E C O M M E N D A T I O N S</b>
The Cabinet Member is recommended to approve the following:
<ol style="list-style-type: none"> <li>1. Modifications to the Integrated Drug and Alcohol Treatment System contract for Peterborough between the Council and Change Grow Live Services Limited for the contract years 2021/22 and 2022/23. Modification values are £661, 242.81 for contract extension year 2021/22 and £149, 878 for contract extension year 2022/23.</li> </ol>

**1. PURPOSE OF THIS REPORT**

1.1 This report is for the Cabinet Member for Adult Social Care, Health and Public Health to consider exercising delegated authority under paragraph 3.4.8(a) of Part 3 of the Constitution in accordance with the terms of their portfolio at paragraph (b) in support of the following.

- a) Modification to the Integrated Drug and Alcohol Treatment System contract between 1 May 2021 and 31 March 2023 (note: the modification values for

period between 1 April 2021 and 30 April 2021 were authorised by way of Director's Contract Variation Report, in accordance with Contract Rules and Director's delegation).

## 2. TIMESCALES

Is this a Major Policy Item/Statutory Plan?	<b>NO</b>	If yes, date for Cabinet meeting	<b>N/A</b>
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## 3. BACKGROUND AND KEY ISSUES

3.1 Authorisation is requested to vary the Integrated Substance Misuse Treatment contract (the "Contract") with Change, Grow, Live Services Limited for the Integrated Drug and Alcohol Treatment Service in order to incorporate a number of services that fall within the Contract's scope.

3.2 CMDN OCT15/CMDN/82 authorised the award of this procured contract for the delivery of an Integrated Substance Misuse Treatment System within Peterborough between 1 April 2016 and 31 March 2021, with the option to extend for three 12 month periods. The Corporate Director: People & Communities was authorised to extend the contract for the further three 12 month periods at a cost of up to £2,315,510 per annum. The Council has exercised the option to extend the contract between 1 April 2021 and 31 March 2023. The variations within this CMDN increase the annual contract value that was set out within original CMDN, hence the requirement for governance to authorise the additional spend.

3.3 The Contract was procured in accordance with Part B of Schedule 3 – Public Contracts Regulations 2006 and Competitive Contract Notice published on 24 February 2015. The Council and contractor cooperate fully and liaise appropriately in order to ensure that a consistently high standard of care for the Service User is at all times maintained, that a co-ordinated approach is taken to promoting the quality of Service User care across all pathways spanning more than one provider, and to achieve a continuation of the Services that avoids inconvenience to, or risk to, the health and safety of Service Users, employees of the Council or members of the public.

3.4 The modification relate to the following work streams/projects:

- Hospital Alcohol Liaison Project (HALP)
- High/Complex Needs role
- Family Safeguarding Work
- Rough Sleeping Drug and Alcohol Treatment Grant
- Contract value uplift for years 2021/22 and 2022/23
- Drug Treatment Crime and Harm Reduction Universal Funding

3.5 **Hospital Alcohol Liaison Project:** modifying the Contract to incorporate the Hospital Alcohol Liaison Project (HALP) and associated primary care pathways for the period between 1 May 2021 and 31 March 2023. The value of this modification for this period is approximately £144,900.00 and is funded under section 256 agreement with the Clinical Commissioning Group. The HALP constitutes a very small percentage of the overall treatment system budget and falls within scope of the Contract.

3.6 **High/Complex Needs role:** this is funding from the Office of the Police and Crime Commissioner for the provision of a High Needs Post within the Contract to support high risk/complex service users that require a higher intensity of support than on standard case load. This funding is via a partnership Grant Agreement with the Office of the Police and

Crime Commissioner and ring-fenced for this purpose. The value of this modification for the period between 1 May 2021 and 31 March 2022 is £34,333.75 and provision of this service falls within scope of the Contract.

3.6 **Family Safeguarding Work:** this work stream is funded by the Department of Education to deliver an integrated Family Safeguarding Partnership in Peterborough. This is to fund specially a Substance Misuse component of the Family Safeguarding Partnership. The value of this modification for the period between 1 May 2021 and 31 March 2022 is £74,752.33 and provision of this service falls within scope of the Contract.

3.7 **Rough Sleeping Drug and Alcohol Treatment grant funding:** this funding has been awarded to the Council by the Ministry of Housing Communities and Local Government and the Department of Health and Social Care. The funding is aimed at improving support and outcomes for people experiencing rough sleeping who have drug and alcohol dependency needs. The purpose of the funding is to:

a) Ensure engagement that people have had with drug and alcohol treatment services whilst in emergency accommodation is maintained as they move into longer term accommodation (continuity of care)

b) Support people to access, and engage in, drug and alcohol treatment who have not yet done so (access and engagement) and

c) Build resilience and capacity in local drug and alcohol treatment systems to continue to meet the needs of this population in future years (resilient and sustainable models of care)

There are three main components of the funding:

- Wrap around and engagement support -This component should support individuals in accessing, engaging with and sustaining engagement with drug and alcohol treatment and other relevant services. This is particularly relevant for those who have multiple and complex needs, including co-occurring mental ill health and substance dependence, and experiences of trauma.
- Structured Drug and Alcohol Treatment-This component of funding aims to boost structured drug and alcohol treatment services, to account for additional costs from increased access and engagement from this population. This includes a specific allocation for inpatient detox and residential rehab.
- Commissioning and Project Coordination- Additional commissioning or project coordination funding to be made available to areas who may not have the capacity to coordinate a systems approach.

The allocation of funding for 2021/22 is based on data returned by local authorities and areas will receive additional funding (final figure to be confirmed) to reflect any increase in the numbers in treatment, including inpatient detox and residential rehab, nonetheless the indicative amount of funding for this project for the period 2021/22 is £238, 728.31 for 2021/22 (for the period 1<sup>st</sup> of May 2021 to 31<sup>st</sup> of March 2022 including commissioning costs having been already deducted). The provision of these grant funded projects fall within scope of the Contract.

**Contract value uplift for years 2021/22 and 2022/23:** a variation is required to the original budget within Contract for contract years 2021/22 and 2022/23. The original CMDN OCT15/CMDN/82 authorised a contract value of up to £2,315,510 per extension year 2021/22 and 2022/23, however a contract uplift to the core annual contract value is required for approximately £108, 520 per annum for contract year 2021/22 and 2022/23.

- 3.8 For this CMDN this is for the period 1<sup>st</sup> of May 2021 until the 31<sup>st</sup> of March 2022 = £99, 476.67. For the following year 22/23 its £108, 520 The reason for the uplift is due to rising costs during the period of the contract and to prevent the loss of key front line roles.

- 3.9 **Drug Treatment Crime and Harm Reduction Universal funding:** this funding has been awarded to the Council by Public Health England (PHE) by way of Section 31 local authority grants for additional drug treatment crime and harm reduction activity. The universal funding component is to be received for the period 1 April 2021 to 31 March 2022 and is approximately £408,000.00. For the period 1<sup>st</sup> of May 2021 to 31<sup>st</sup> of March 2022 the value will be £374,000. The funding will enable local areas to start to deliver reductions in the rate of drug-related deaths, drug-related offending and the prevalence of drug use. PHE require that local authorities will realise the programme aims by working with their drug treatment providers and criminal justice partners to achieve the following outcomes:

- reduced likelihood of drug-related deaths;
- a reduction in drug related reoffending amongst prolific offenders within local areas;
- increase in the numbers of drug users, especially offenders, engaging in treatment as well as increases in those achieving and sustaining recovery; and
- reduced costs for local health services and police forces due to lower health and crime harms, and lower costs to the criminal justice system (as fewer people are dealt with by the courts).

The funding will incrementally add to and complement existing services provided within the Contract and the services fall within scope of the Contract.

#### 4. CONSULTATION

##### 4.1

Consultation has been undertaken between the Public Health Directorate, Joint Commissioning Unit, Finance and Legal/Procurement and the service provider.

#### 5. ANTICIPATED OUTCOMES OR IMPACT

##### 5.1

The Contract modifications will enable the proposed services, as set out within this report, to be delivered by the provider in accordance with the specifications and efficiently utilise funding granted to the Council.

With the current provider delivering these services, there will be a detailed treatment plan to ensure continuity of care and effective and efficient outcomes for the clients.

#### 6. REASON FOR THE RECOMMENDATION

##### 6.1

To ensure continuity of care and that the best outcomes for the clients are achieved. Securing a high quality, efficient, cost effective services, and contribution to an improvement of health outcomes.

The modifications fall within scope of the service provision within this Contract. The Variation provision within the Contract is the means available to the Council during the term of the Contract, by written notice to the Contractor, to request a variation to the Contract or Service Specification requiring the addition, suspension, reduction or cessation of the provision of the Services or any part of the Services.

The grant funding will incrementally add to and complement existing services provided within the Contract. A change of contractor to provide services utilising the grant funding for additional Rough Sleeper Drug and Alcohol Treatment services and Drug Treatment Crime and Harm Reductions services is not considered possible due to requirements of interchangeability or interoperability with existing services procured under the initial procurement. A change of contractor would also cause significant overlap, inconvenience etc. whilst a further procurement be undertaken and substantial duplication of management and costs for the Council.

A CMDN is required due to the value of the modifications for contract year 2021/22 and 2022/23 exceeding the threshold for which a Director may authorise.

## **7. ALTERNATIVE OPTIONS CONSIDERED**

### **7.1**

To not modify the Contract. This has been rejected as these services all fall within the scope of the Contract. To not modify and enable these services to be provided would create a public health risk, as residents may be unable to access substance misuse services in Peterborough. Local Authorities are mandated to ensure that these services are provided in their areas. In relation to HALP, not varying the contract would lead to PCC absorbing the reduction placing a recurring pressure on the Public Health Budget.

Procurement of the services: the scope of the modifications fall within the Contract's scope, therefore to procure the services separately would cause significant overlap, inconvenience etc. whilst a further procurement be undertaken and substantial duplication of management and costs for the Council.

## **8. IMPLICATIONS**

### **8.1 Financial Implications**

Drug Treatment Crime and Harm Reduction Universal Grant Funding £374,000 for 11 months of the contract year 2021/22

CGL basic original annual contract value £2,298,389 for 12 months. The original CMDN authorised the extension for 2021/22 and 2022/23 at a value per year of £2,315,510 per annum, therefore £17,121 of the £108,520 uplift has been approved.

#### **Year 1 extension**

1st May 2021 – 31st March 2022 (11 months)

£69,300 HALP

£34,333.75 High Complex Needs role

£74,752.33 Family Safeguarding work

£233,728.31 Rough Sleeper Drug and Alcohol Treatment Grant

£83,782.42 Uplift figure for 11 months (original CMDN has a higher value than the current contract value without uplift)

£2,106,856 (Contract value 11 months) minus HALP and uplift as already above)

£374,000 Universal Funding

**TOTAL YEAR 1**

**= TOTAL £2,976,752.81**- Previously CMDN OCT15/CMDN/82 authorised at total of £2,315,510 for contract extension year 2021/22. Total increase for year 1 is £661,242.81 and the contract shall be modified to incorporate the additional £661,242.81 for extension year 2021/22.

### **Year 2 extension**

1st April 2022-31st March 2023

£75,600 HALP

£2,298,389 (Contract value (full year) minus HALP and uplift as already above)

£91,399 (Uplift for 12 months) (original CMDN has a higher value than the current contract value without uplift)

**= TOTAL £2, 465, 388.** Previously CMDN OCT15/CMDN/82 authorised at total of £2,315,510 for contract extension year 2022/23. Total increase for year 2 is £149, 878 and the contract shall be modified to incorporate the additional £149, 878 for extension year 2022/23.

### **Legal Implications**

- 8.2 The modification has been considered in accordance with Regulation 72 – modification of contracts during their term, Public Contracts Regulations 2015.

### **Equalities Implications**

- 8.3 The service will continue to be universal but will include targeted actions to address any inequalities and improve the outcomes for the most vulnerable and at risk populations.
- 8.5 *Summarise here any implications related to this item, using the checklist attached as guidance and seek input from relevant service.*

*A carbon impact assessment needs to be completed.*

## **9. DECLARATIONS / CONFLICTS OF INTEREST & DISPENSATIONS GRANTED**

- 9.1 None

## **10. BACKGROUND DOCUMENTS**

Used to prepare this report, in accordance with the Local Government (Access to Information) Act 1985) and The Local Authorities (Executive Arrangements) (Meetings and Access to Information) (England) Regulations 2012.

- 10.1 None.

## **11. APPENDICES**

- 11.1 None.