

PERTH AND KINROSS HEALTH AND SOCIAL CARE INTEGRATION JOINT BOARD

FRIDAY 13TH MAY 2016

FORECAST FINANCIAL POSITION 2015/16

Report by Chief Finance Officer

PURPOSE OF REPORT

This report sets out the requirements in relation to the issuing of Directions to the Partners and asks the Board to approve the issuing of Directions to take effect from 1 April 2016.

1. BACKGROUND

This report sets out the forecast financial positions for 2015/16 for the key budgets that have been devolved to Perth & Kinross Integrated Joint Board from NHS Tayside and Perth & Kinross Council on 1 April 2016.

The report consolidates financial information as at February 2016 currently reported within NHS Tayside and Perth & Kinross Council financial systems. The financial implications set out in this report continue to be managed by each partner and final out-turn will be reported by each partner formally in their respective 2015/16 Annual Accounts.

2. RECOMMENDATION

To note the updated year end forecast financial position based on year to date actual expenditure as at the end of February 2016.

3. FINANCE MONITORING

The summary provided at Appendix 1 shows the annual budgets and projected year end variances for Perth & Kinross Community Health Partnership and Perth & Kinross Council Community Care Services excluding those services deemed to be outwith scope based on expenditure.

Perth & Kinross CHP

The February position for Perth & Kinross CHP's Hospital and Community Health Services (HCHS) shows a projected overspend of £1.296m.

The major features of the February figures are as follows:

- HCHS has improved by £71k since January. Although Older People's Services has deteriorated by £30k, this has been more than offset by improvements in Medical training grades of £75k and Admin & Clerical of £19k. The main areas of change in Older People include the transfer of the Marie Curie budget of £30k from Palliative Care to Community Nursing Older People but above this, Palliative Care worsened by £12k due to increased staffing and drugs costs. Arrears of

- pay added £9k of costs to the Older Peoples cost centre and Community Hospitals North worsened by £8k as medical redundancy costs were confirmed.
- Prescribing has improved this month by £11k and GMS/FHS has deteriorated by £9k.
 - Overall forecasts are for a year-end overspend of c£2.951m. Of that £1.296m is HCHS, c£1.622m is attributable to Prescribing and £33k to General Medical Services (GMS) / Family Health Service (FHS).
 - Major overspend issues remain in Older Peoples Services where all services except POA, Community Nursing Older People and anticoagulation are expected to overspend by more than the amount of their savings target. This continues to be partly offset by the closure of GP Beds at Aberfeldy and the use of these staff to cover other hospitals' vacancies. Significant work continues in looking at staffing models. The situation is subject to on-going assessment.
 - Prisoner Healthcare - This service will spend in excess of its target but work is continuing to contain nursing and medical staffing pressures and authority has been granted for the new staffing model to be implemented and recruitment is underway.
 - Identification of Savings Targets (2015/16) – Perth & Kinross CHP services (excluding Prescribing and Young Peoples Services) have a devolved 2015/16 savings target of £1.2m. While significant progress has been made in identifying in year savings, there has been limited progress in identifying recurring savings delivery against this target. At the moment, it is estimated that c30% of this target has been identified on a recurring basis. This could have a significant impact on the available resources in future years.

For 2015/16, Perth & Kinross CHP finances are managed within the overall level of financial resources available to NHS Tayside. NHS Tayside's financial position for 2015/16 is under significant pressure. This is partly attributable to an inability to deliver recurring savings in previous years. That is a situation that is also evident within Perth & Kinross CHP Services. NHS Tayside has instigated 6 Director led work streams intended to assist NHS Tayside improve its overall in-year and recurring financial position.

Perth & Kinross Council Community Care Service

The projected financial position for Perth & Kinross Council's in scope services based on the February monitoring position, which was approved by Senior Management Team on Thursday 31st March and has not been reported to Strategic Policy & Resources Committee, shows a projected year end underspend of £1.3m.

The major features of the February figures are as follows:

- Older Peoples Services- There are overspends in both Residential Placements for Older People and Care at Home services, due to continuing increasing demand as a consequence of the frailer, ageing population. These, together with unmet savings within Care at Home, results in a projected overspend of £1.2m. This has been offset by a number of non-recurring underspends, accelerated savings and non-recurring budget flexibility monies.
- Learning Disabilities- Underspend within Learning Disability is due to accelerated savings, staff slippage and clawback of surplus from the Respite Bureau.
- Other areas contributing to the overall position are - non-recurring income projected in relation to the Contributions Policy, one-off clawbacks of SLA/Grants

payments and further accelerated savings. These are partially offset by H&SCI costs and increased bad debts provision.

4. FINANCE MONITORING – NHS SERVICES TO BE HOSTED BY PERTH & KINROSS HSCP

Appendix 2 describes the financial position for the key NHS Tayside services that will be hosted by Perth & Kinross Health & Social Care Partnership in 2016/17. This information is shown for Tayside as a whole for the following reasons:-

- Information available to the IJB is currently limited to the information that exists in NHS Tayside reporting systems.
- There are still a number of details that need to be resolved regarding hosting arrangements.

The information reflected in Appendix 2 covers services presently managed through NHS Tayside's Mental Health and Learning Disability Directorate and NHS Tayside's Communities Directorate. It does not include services that are hosted in other CHPs on behalf of all Tayside CHPs.

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May 2016

Financial Report

This format has been designed to accommodate the different reporting arrangements in each Partner and is specifically intended for the period preceding Integration.

PERTH & KINROSS HEALTH AND LOCAL AUTHORITY - FINANCIAL MONITORING REPORT 2015-16						
as at February 2016 Monitoring						
	Perth & Kinross Council		NHST Perth CHP		Partnership Totals	
	Annual Budget	Projected Over / (Under)	Annual Budget	Projected Over / (Under)	Annual Budget	Projected Over / (Under)
	£,000	£,000	£,000	£,000	£,000	£,000
Medicine For Elderly			3,215	445	3,215	445
Psychiatry Of Old Age			5,645	25	5,645	25
Older People Services			374	13	374	13
Community Hospitals (South)			1,782	209	1,782	209
Community Hospital (North)			2,340	130	2,340	130
Intermediate Care			0	0	0	0
Lead Community Nursing			295	(29)	295	(29)
Comm Nursing-Older People			2,966	96	2,966	96
Comm Nursing - Palliative Care			1,389	118	1,389	118
Physiotherapy			1,736	9	1,736	9
Podiatry (Tayside)			2,735	60	2,735	60
Anticoagulation			429	8	429	8
Occupational Therapy			1,050	58	1,050	58
Joint Loan Store / OT / Telecare	1,681	(44)	301	13	1,982	(32)
Care at Home	9,507	633			9,507	633
Care Home Placements	15,330	576			15,330	576
LA Care Homes	2,737	(132)			2,737	(132)
Access	666	(50)			666	(50)
Locality Teams	2,399	(177)			2,399	(177)
Day Care Provision	1,214	(121)			1,214	(121)
Respite	160	29			160	29
Direct Payments/SDS	1,990	(46)			1,990	(46)
Self Directed Support Team	353	(24)			353	(24)
Self Directed Support Locality Clients	87	28			87	28
Localities Various	153	(16)			153	(16)
Change Fund	722	(65)			722	(65)
OP Accelerated Savings	301	(301)			301	(301)
Budget Flexibility 2015/16 ONLY	525	(525)			525	(525)
Older Peoples Service/Physical Disabilities Incl. AHP's	37,825	(236)	24,257	1,153	62,082	917
Day Opportunities	2,377	(176)			2,377	(176)
Care Teams	697	(163)			697	(163)
Direct Payments/SDS	854	16			854	16
Respite	287	(238)			287	(238)
Residential Placements	3,671	42			3,671	42
Supported Living	7,976	(176)			7,976	(176)
LD Accelerated Savings	0	0			0	0
Learning Disabilities	15,861	(695)	0	0	15,861	(695)
Adults Mental Health And Wellbeing			353	3	353	3
Day Opportunities	420	(26)			420	(26)
Care Teams	1,197	(23)			1,197	(23)
Direct Payments/SDS	22	1			22	1
Respite	5	(4)			5	(4)
Residential Placements	651	12			651	12
Supported Living	1,036	(5)			1,036	(5)
Addictions Fieldwork Team	573	(77)			573	(77)
Mental Health & Addictions	3,904	(122)	353	3	4,257	(119)
Primary Care			414	4	414	4
Medical Training-Non Psychiatry			599	(295)	599	(295)
Prisoner Health Services			2,744	535	2,744	535
C.H.P. Management			309	(74)	309	(74)
Pchp Admin & Clerical			1,698	(31)	1,698	(31)
Resource Transfer - Pkc			6,273	0	6,273	0
Partnership Funding			1,687	0	1,687	0
Grants Voluntary Bodies Perth			39	(9)	39	(9)
Centrally Managed Budget			1,010	10	1,010	10
Carers Strategy - Perth + Kinross			124	0	124	0
Health & Social Care Integration – Joint Board	0	60			0	60
Resource Transfer Income	(6,258)	0			(6,258)	0
Commissioned Services	2,746	1			2,746	1
Services to Carers	155	(19)			155	(19)
CC Management	(810)	(331)			(810)	(331)
Planning / Management Support/ Other Services	(4,168)	(288)	14,896	140	10,728	(148)
Total excluding Other Contractors	53,422	(1,342)	39,506	1,296	92,928	(46)
Prescribing (Family Health Service)			24,911	1,622	24,911	1,622
General Medical Services			21,593	49	21,593	49
FHS - Cash Limited & Non Cash Limited			13,340	(16)	13,340	(16)
Other Contractors			59,844	1,655	59,844	1,655
Grand Total	53,422	(1,342)	99,350	2,951	152,772	1,609

Tayside Mental Health & Learning Disability - Finance Report to February 2016		
	Annual Budget	Forecast to Year End
	£	£
General Adult Psychiatry	4732219	138400
Learning Disability (Tayside)	6109080	755000
Learning Disability (Angus)	458607	-42000
T.A.P.S.	1418463	5900
Drug Problem Services	4190177	-134900
Clinical Psychology	631538	-11300
Angus Integ Mental Health	17540084	711100
Dundee Gap Snr Medical	1774164	280000
General Adult Psychiatry	7839287	180000
Psychotherapy (Tayside)	880364	-4500
Psychology	2455562	-325000
Eating Disorders	276445	-11500
Dundee Integ Mental Health	13225822	119000
Learning Disability (Dundee)	1241746	-170000
Learning Disability (Tayside)	638505	-7000
Dundee Learning Disability	1880251	-177000
General Adult Psychiatry	6915096	-80000
Psychology	572104	24000
Learning Disability	761109	7500
Perth Integ Mental Health	8248309	-48500
Forensic Service (Tayside)	3551615	-130000
Forensic - Medium Secure Unit	1347148	0
Forensic Project Team	0	0
Forensic Services	4898763	-130000
Mental Health Projects	0	0
Medical Training Grades	1071904	122800
Mh & Ld Management	76469	-2500
Mh & Ld Other Services	1148373	120300
Centrally Managed Budget	-437682	475682
Total Hospital & Community Health Services	46503920	1070582

Communities Directorate - Finance Report to February 2016		
	Annual Budget	Forecast to Year End
	£	£
Out Of Hours	6566867	-324000
Out Of Hours	6566867	-324000
Forensic Service	844510	545000
Forensic Service	844510	545000
Primary Care Administration	4068	-119000
Primary Care	4068	-119000
Centrally Managed Budget	0	0
Total Hospital & Community Health Services	7415445	102000

