



REPORT TO ABERDEENSHIRE INTEGRATION JOINT BOARD – 30 August 2017

FINANCE UPDATE AS AT JUNE 2017

1 Recommendation

The Integration Joint Board (IJB) is recommended to:

- 1.1 Consider and comment on the financial position set out in the report;
- 1.2 Discuss actions to be taken in the current year relating to the financial position;
- 1.3 Approve the budget adjustments detailed in Appendices 3 and 4
- 1.4 Note the credit of £548,000 on NHS Grampian funds from 2016/17, which has been made available for the IJB to use in 2017/18.
- 1.5 Agree the transfer of £529,000 of this credit by the IJB to Aberdeenshire Council to meet the overspend against Aberdeenshire Council funding from 2016/17

2. Financial Implications from 2016/17

- 2.1 The first full year's accounts, which are still subject to audit were presented to the Audit Committee on 28 June 17, showing a surplus of £9,000 for the year, which is now in the IJB Reserves. At this stage of the audit process, discussions with Audit Scotland indicate that a clean audit report is expected for the IJB.
- 2.2 As the accounts for the IJB were prepared using a Local Government format, i.e. an accruals basis, some funds which were held as cash by NHS Grampian were not actually transferred by the end of the financial year. The IJB accounts have accrued this cash in the accounts and therefore recommendations 1.4 and 1.5 are now required to transfer the cash. NHS Grampian and Aberdeenshire Council agree with the recommended process.
- 2.3 The Finance section of the Integration Scheme at para 12.2.1 states: "A final transfer will be made at the end of the financial year on closure of the annual accounts of the IJB to reflect in-year budget adjustments agreed."
- 2.4 In order to conclude this, the IJB is asked to direct a payment of £548,000 from NHS Grampian to the IJB, with £529,000 of this sum for onward remittance to Aberdeenshire Council in accordance with recommendation 1.5, above.

3. Risks

- 3.1 IJB Risk 1 Sufficiency and affordability of resource
- 3.2 This report is pivotal to managing this risk as it highlights areas of movement from the agreed budget. In some instances action is required to address the forecast movement from budget, with initial discussions taking place at Management Team to agree any action to be taken.
- 3.3 Throughout the 2016/17 financial year, the IJB budget was forecasting to be 'on budget' i.e. a break even position. This was a correct assumption, discussed and agreed with the IJB. During the setting of the current year's budget, it was repeatedly highlighted that this year would be a more difficult year financially, due in part to demographic pressures, the full year impact of the costs of meeting the living wage and reduced balances being available at the start of the year to augment annual resources.
- 3.4 Therefore the current forecast position, expanded upon in the rest of the report is £2.8 million or 0.9% over budget.

4. Current Financial Position

- 4.1 This is the first financial monitoring report to the IJB for 2017/18. This report covers the financial position to the end of June 2017 and a forecast to the end of the financial year for the IJB's total revenue budget. The detailed projection for the financial year is shown in appendices 1a and 1b and shows a forecast overspend position of £2,819,000 across all of the financial resources available to the IJB.
- 4.2 A summary is in the table below. Appendix 1a shows the position in a consolidated, locality based format. Appendix 1b shows the position in the format previously presented to the IJB by functional budget line. Appendix 1a is still in development but shows the kind of information that can be produced.
- 4.3 A number of overspends are currently forecast across the Health & Social Care budgets, whilst the Delayed Discharge and Integrated Care Fund are forecast to be within budget this year as are the new smaller funds.

Summary Financial Forecast 2017/18

	Revised Budget 2017/18 £000's	Actual to 30 June 2017 £000's	%	Forecast to 31 March 2018 £000's	Variance £000's
Health & Social Care	270,425	64,084	23.7	274,484	4,059
Funds	4,921	1,011	20.5	3,690	(1,231)
Set aside budget	26,665	0	0	26,665	0
2017/18 Position	302,011	65,095	21.4	304,839	2,828
B/f from 2016/17	9	0	0	0	(9)
Total IJB Resources	302,020	65,095	21.4	304,839	2,819

- 4.4 The summary table and the detailed information currently reflect the brought forward balance being available to help fund the Partnership's overall expenditure in 2017/18.

- 4.5 The forecast overspend for the year represents a more challenging position than that reported in previous finance updates. However, the objective still remains around balancing service delivery within agreed and available resources. Input from the Board is important to enable an appropriate balance to be struck and priorities to be delivered.
- 4.6 In particular, cost pressures are being forecast across the Health & Social Care aspects of the service and this reflects the last few years' spending position for the services previously directly delivered by partners. Being within budget on Funds is a planned position and this currently offsets the overspend on other budget lines, however a number of pressures remain this year and will continue. Therefore, the delivery of a proportionate and prioritised financial savings plan is being developed by the Management Team.
- 4.7 The Budget virements proposed for approval in Appendices 3 & 4 also include reconciliations to the revised budget. The revised budget is, therefore, subject to the approval of the virements.

5 Detailed Financial Position

- 5.1 The detailed forecast financial position is set out in Appendices 1a and 1b with supporting notes in Appendix 2. The main areas of forecast variance are:
- (a) An overspend on NHS core services of £2,585,000. The main contributors to this forecast position are allied health professions, including the Joint Equipment Store, forecast to overspend by £390,000, community hospitals, forecast to overspend by £1,883,000, district nursing, forecast to overspend by £385,000 and health visiting, forecast to overspend by £166,000.
 - (b) An overspend of £365,000 on hosted services.
 - (c) An overspend of £178,000 on out of area services procured for patients.
 - (d) An overspend on Older People Care Management of £194,000 with staffing costs accounting for £168,000. Client care packages are currently on budget in overall terms however as the current year progresses, previous year's trends indicate that the pressures are likely to increase
 - (e) An underspend on Older People Day Services of £185,000 as service provision is redesigned
 - (f) An overspend on Older People Homecare of £923,000 in staffing.
 - (g) An underspend on Older People Residential Care of £100,000 in nursing and agency staff costs
 - (h) An overspend on Older People Very Sheltered Housing of £275,000 with a shortfall in Fees and Charges
 - (i) Current year funds, including the balance brought forward from 2016/17, have forecast balances of £1,240,000 due to the lead in time required to initiate projects

5.2 Large Hospital Services

The budget for large hospital services (known as “the set aside budget”) was set at £26,665,000 for 2017/18. This budget is for the Aberdeenshire share of a range of hospital specialities where the bulk of activity is unscheduled. Whilst operational management of this budget remains with the NHS Grampian hospital sector, the IJB has a strategic planning influence over the budget in terms of the redesign of services. This budget is included in the forecast position for the IJB with a forecast break even position.

6 **Partnership Approach / Due Diligence**

- 6.1 The financial position reported as at the end of June 2017 is being discussed with partner organisations in the same constructive way that budget information was shared when setting the IJB’s budget for the current year.
- 6.2 The reinforcement of a strong partnership arrangement across the IJB with NHS Grampian and Aberdeenshire Council is critical and this continues to be in place. This partnership coupled with the production of a Medium Term Financial Strategy will enable financial discussions to be strategic, forward looking and aligned to the Strategic Delivery Plan.
- 6.3 However, the IJB recognises that it has limited resources and that choices have to be made in terms of service delivery. Early and continual dialogue with partners will ensure that the IJB Delivery Plan is understood and integral to the funding priorities of both partner organisations.

7 **Monitoring**

- 7.1 The Chief Officer and the Legal Monitoring Officer within Business Services of the Council have been consulted in the preparation of this report and any comments have been incorporated.

8 **Equalities, Staffing and Financial Implications**

- 8.1 An equality impact assessment is not required because the recommended actions are not considered to have a differential impact on people with protected characteristics.
- 8.2 Any staffing and financial implications arising directly as a result of this report are narrated in the report.

Alan Wood
Chief Finance Officer

APPENDIX A

Description of Services

Health & Social Care Services

Core Services

Comprises the budgets for ex- Community Health Partnerships core services. Includes budgets for the Community Hospitals, community services for each locality (community nursing, health visiting and allied health professionals), dental services, the Aberdeenshire Alcohol and Drug Partnership, community mental health, public health, other direct patient care and associated support services. Main elements are staff costs (nursing, medical AHPs and admin), medical supplies and property costs.

Hosted Services

Comprises of a range of services hosted by the IJBs but provided on a Grampian wide basis. Aberdeenshire IJB hosts:

Marie Curie Nursing Service – out of hours nursing service for end of life patients.

Continence Service – provides advice on continence issues and runs continence clinics.

Diabetes Development Funding – overseen by the Diabetes Network. Also covers the retinal screening service.

Chronic Oedema Service – provides specialist support to oedema patients.

Heart Failure Service – provides specialist nursing support to patients suffering from heart failure.

HMP Grampian – provision of healthcare to HMP Grampian.

Police Forensic Medical Examiners – provide medical service to victims and alleged perpetrators of crime.

There are also services hosted by other IJBs, a proportion of the costs of these being borne by Aberdeenshire. These are:

Intermediate Care – hospital based care for older people.

Sexual Health Service

GMED – out of hours GP service.

Primary Care Contracts Team – administer contractual arrangements between NHS Grampian and primary care providers such as GPs, dentists, opticians and pharmacists.

Primary Care

Payments made to GPs for provision of services. Largely dictated by GP national terms & conditions of service.

Prescribing

Costs of drugs issued to patients by GPs.

Community Mental Health Services

Community based Mental Health, Learning Disability and Substance Misuse services.

Criminal Justice

Provides a co-ordinated approach to deliver quality services for offenders and their families with an added goal of reducing re-offending.

Provides a social work service to prisoners in Her Majesty Prison Grampian

Host authority for the Northern Community Justice Authority

Adult Services – Learning Disabilities

Provides a Care Management and Care Package service to those service users who have a learning disability, whether in they be in the community, attending day services, living in residential care or in supported living as well as providing help with employment opportunities.

Adult Services – Mental Health

Provides a Care Management and Care Package service to those service users who experience mental health problems whether in they be in the community, attending day services, living in residential care or in a hospital setting.

Adult Services – Substance Misuse

Provides a Care Management and Care Package service to those service users who experience substance misuse and addiction problems whether in they be in the community, attending day services, in rehabilitation or in a prison setting.

Older People - Care Management

Provides a Care Management and Care Package service to those service users who are aged 65 years and over with complex needs which can rapidly change.

Older People - Other Services

Provides day care, home care, in house residential care, very sheltered housing and occupational therapy and aids and adaptations services to those service users aged 65 years and over

ABERDEENSHIRE INTEGRATED JOINT BOARD

Appendix 1a

	REVISED BUDGET 2017/18 £'000	ACTUAL TO 30-Jun-2017 £'000	JUNE 17 FORECAST 2017/18 £'000	FORECAST VARIANCE £'000	
Health & Social Care					
1	Man and admn not yet allocated to areas	2,227	602	2,438	210
North					
2	North Partnership Manager	1,598	19	1,625	27
3	North Mental Health & Learning Disabilities	23,887	3,944	23,988	101
4	Banff	8,025	2,753	8,694	669
5	Peterhead	10,229	1,846	10,655	426
6	Central Buchan	5,085	548	5,255	169
7	Fraserburgh	10,598	3,203	10,729	130
8	Criminal Justice & Substance Misuse	1,638	344	1,636	(2)
Central					
9	Central Partnership Manager	0	29	0	0
10	Central Mental Health & Learning Disabilities	15,711	2,309	15,721	10
11	Inverurie	8,377	1,541	8,494	117
12	Ellon & Pitmedden	7,074	989	7,313	239
13	Insch , Kemnay and Westhill	9,308	2,109	9,610	302
14	Turriff & Oldmeldrum	7,202	3,182	7,927	724
15	Primary Care Support*	445	94	376	(69)
16	Dental*	2,206	534	2,135	(71)
South					
17	South Partnership Manager	2,347	564	2,353	6
18	South Mental Health & Learning Disabilities	9,622	1,580	9,645	23
19	Aboyne & Banchory	8,297	1,678	8,342	45
20	Stonehaven	5,741	2,903	5,708	(33)
21	Huntly & Alford	5,534	844	5,513	(21)
22	P'lethen, L'kirk, l'bervie	4,723	362	4,751	28
23	Allied Health Professionals	6,029	1,505	6,123	93
24	Nursing (non location)	786	161	645	(141)
Business & Strategy					
25	Business & Strategy	8,111	1,907	8,252	141
Cross-area services					
26	Primary Care	36,796	9,247	36,796	(0)
27	Prescribing	43,649	10,936	43,649	(0)
28	Community Mental Health	7,331	1,818	7,252	(79)
29	Inw Rech Hosted Serv	12,438	3,251	12,803	365
30	Out Of Area	1,782	523	1,960	178
31	Resource transfer	0	0	0	0
Aberdeenshire Wide					
32	Aberdeenshire Wide	4,409	6,349	4,887	478
Headquarters					
33	Headquarters	691	(3590)	682	(9)
		271,898	64,084	275,956	4,058
Scottish Government Resources					
34	Social Care via NHS - see Appendix 5	0	0	0	0
		271,898	64,084	275,956	4,058
Funds					
35	Integrated Care Fund	2,555	599	2,555	0
36	Delayed Discharge	1,134	386	985	(149)
37	Prim Care Transformation Fund	723	0	0	(723)
38	Carers' Information Strategy	198	0	0	(198)
39	Pharmacists in GP Surgeries Funding*	311	26	150	(161)
40	Six Essential Actions Public Health Funding**	0	0	0	0
41	Balance brought forward from 2016/17	9	0	0	(9)
		4,930	1,011	3,690	(1,240)
42	Set aside budget	26,665	0	26,665	0
	2017/18 Position	303,494	65,095	306,313	2,819

* There may be an increase in available funding depending upon aggregate spending across Grampian.

** Level of funding for Aberdeenshire not yet known.

□

Health & Social Care		ACTUAL 2016/17 £'000	ORIGINAL BUDGET 2017/18 £'000	REVISED BUDGET 2017/18 £'000	ACTUAL TO 30-Jun-2017 £'000	JUNE 17 FORECAST 2017/18 £'000	FORECAST VARIANCE £'000
NHSG Core Services							
a)	Alcohol & Drugs Partnership	1,317	1,243	1,297	145	1,297	(0)
b)	Allied Health Professionals	7,611	7,807	6,870	1,884	7,260	390
c)	Community Hospitals	18,456	17,919	16,701	4,646	18,584	1,883
d)	Shire Community Mental Health	627	671	644	160	639	(5)
e)	Dental	2,483	2,343	2,525	603	2,429	(96)
f)	Devolved Primary Care	0	0	0	0	0	0
g)	District Nursing	4,446	4,530	4,109	1,124	4,494	385
h)	Health Centres Management	(599)	(627)	(717)	(177)	(717)	0
i)	Health Visiting	4,120	4,133	3,924	1,023	4,090	166
j)	Other Direct Patient Care	1,227	1,107	1,334	322	1,288	(46)
k)	Public Health	626	549	638	137	550	(87)
l)	Specialist Nursing	382	381	368	91	363	(5)
m)	Support Services	3,101	3,151	3,467	879	3,466	(0)
1	NHSG Core Services Total	43,797	43,207	41,159	10,835	43,744	2,585
2	Primary Care	36,693	35,582	36,796	9,247	36,796	(0)
3	Prescribing	43,765	43,649	43,649	10,936	43,649	(0)
4	Community Mental Health	7,429	7,331	7,331	1,818	7,252	(79)
5	Hosted Services	12,374	13,338	12,438	3,251	12,803	365
6	Out Of Area	1,792	1,782	1,782	523	1,960	178
	TOTAL OF ABOVE	145,850	144,889	143,156	36,609	146,204	3,048
7	Resource Transfer	2,703	0	0	0	0	0
8	IJB Costs	83	0	0	0	0	0
9	General Fieldwork	432	447	573	(3,615)	573	0
10	Business Services	4,497	4,544	4,043	1,000	4,007	(36)
11	Out of Hours Service	208	205	205	44	194	(11)
12	Criminal Justice Service - Grant Funded Services	58	50	50	0	50	0
13	Criminal Justice Service - Prison Social Work	0	0	0	0	0	0
14	Community Justice Authority	0	0	0	0	0	0
15	Adult Services - Community Care	33,640	30,335	36,178	8,772	36,178	0
16	Adult Services - Day Care	6,119	6,033	5,984	1,394	5,984	0
17	Adult Services - Residential Care	1,587	1,607	1,596	414	1,596	0
18	Adult Services - Employment Development	516	508	508	130	508	0
19	Adult Services - Mental Health	5,063	4,932	5,132	1,187	5,132	0
20	Adult Services - Substance Misuse	1,481	1,570	1,570	344	1,568	(2)
21	Physical Disabilities - Community Occupational Therapy Service	3,244	3,279	3,225	988	3,128	(97)
22	Physical Disabilities - Joint Equipment Service	19	(138)	(67)	23	(67)	0
23	Specialist Services & Strategy	997	892	1,414	445	1,414	0
24	Adult Support Network	284	282	263	56	243	(20)
25	Older People - Care Management	39,122	37,399	40,670	9,509	40,864	194
26	Integrated Care Fund	(150)	0	0	254	70	70
27	Older People - Day Care	1,045	1,078	1,087	369	902	(185)
28	Older People - Home Care	14,380	13,665	13,665	3,322	14,588	923
29	Older People - Residential Care	8,484	8,355	8,015	1,900	7,915	(100)
30	Older People - Very Sheltered Housing	4,144	3,098	3,158	939	3,433	275
		125,253	118,141	127,269	27,475	128,280	1,011
31	Scottish Government Resources						
	Social Care via NHS - see Appendix 5	(2,703)	9,504	0	0	0	0
		122,550	127,645	127,269	27,475	128,280	1,011
Funds							
32	Integrated Care Fund	3,340	2,555	2,555	599	2,555	0
33	Delayed Discharge	830	1,134	1,134	386	985	(149)
34	Prim Care Transformation Fund	0	0	723	0	0	(723)
35	Carers' Information Strategy	0	0	198	0	0	(198)
36	Pharmacists in GP Surgeries Funding*	0	0	311	26	150	(161)
37	Six Essential Actions Public Health Funding**	0	0	0	0	0	0
38	Balance brought forward from 2016/17	0	0	9	0	0	(9)
		4,170	3,689	4,930	1,011	3,690	(1,240)
	Sub total	275,273	276,223	275,355	65,095	278,174	2,819
	Set Aside Budget	26,665	26,665	26,665	0	26,665	0
	2017/18 Position	301,938	302,888	302,020	65,095	304,839	2,819

* There may be an increase in available funding depending upon aggregate spending across Grampian.

** Level of funding for Aberdeenshire not yet known.

Projected
Over/(within) budget
2017/18
£'000

Narrative

Note **Service**

A	Allied Health Professionals (AHP's)	390	<p>Allied Health Professionals forecast to overspend by £390,000. Contained within this heading are the AHP staffing groups i.e. Podiatry , Speech and Language Therapy , Physiotherapy, Occupational Therapy, Dietetics etc and the Joint Equipment Store (JES). The AHP Staffing groups are forecast to generate a net underspend due to continued turnover of staff and difficulty in recruitment. The JES will generate the £390k overspend, which reflects the increasing emphasis on caring for patients at home with equipment being increasingly ordered by the hospital based prescriber..</p>
B	Community Hospitals	1,883	<p>Community Hospitals forecast to overspend by £1,883,000. Bank and agency nursing are contributing to the average numbers of staff in post exceeding establishment by an average of approximately 37 wte at an estimated cost over budget for the year of £1.3m. Medical supplies costs in community hospitals are forecast to exceed budget by £100k. Unfunded service charges at the Conglass wing replacement for the Ashcroft ward, formerly on the Inverurie Hospital site, are forecast to be £114k and the overspend on community hospital equipment is forecast to be £87k.</p>
C	District Nursing	385	<p>District Nursing Services forecast to overspend by £385,000 The overspend was generated by the number of staff of long service (incremental drift) and supplies costs exceeding available budget</p>
D	Health Visiting	166	<p>The Health Visiting service forecast to overspend by £166,000 Average of 4.52 wte staff over establishment, element of incremental drift and small overspend within supplies</p>
E	Inward Recharge of Hosted Services	365	<p>Inward Recharges of Hosted Services projected overspend of £365,000 This represents Aberdeenshire IJB's share of a net overspend on services hosted by all IJBs, including those hosted by Aberdeenshire. This includes services such as the Sexual Health Service (£78k overspend), HMP & YOI Grampian (103k underspend), GMED (£158k overspend), Forensic medical examiners (£145k overspend), the Marie Curie nursing service (£23k overspend), diabetes/retinal screening (£14k underspend) and Intermediate Care (£174k overspent).</p>
F	Out of Area	178	<p>Out of Area forecast to overspend by £178,000. The costs of individual placements and contingency for unknown cases comprise the majority of the forecast overspend</p>

<u>Note</u>	<u>Service</u>	Projected Over/(within) budget 2017/18 £'000	<u>Narrative</u>
G	Older People - Care Management	194	<p>Older People - Care Management is over budget by £194,000.</p> <p>Staffing Costs are over budget by £168,000 due to more posts being in the system than the budget provides for, as well as the fact that vacancy management savings are few and far between, as part-time staff work additional hours to cope with current caseloads and waiting lists.</p> <p>Client Care Packages - are on budget in overall terms. Pressures are however being experienced in Residential Care to the tune of £290,000 which are offset by savings in Self Directed Support & Direct Payments, which are all evidenced through the Commitment figures in the Carefirst System . The forecast expenditure will continue to be reviewed by the Location Managers, with individual packages scrutinised, in the attempt to reduce the overall year-end position. The numbers going into care homes are increasing.</p>
H	Older People Day Care	(185)	<p>Older People - Day Care is under budget by £185,000</p> <p>Staffing Costs are under budget by £168,000 due to the closure of a number of smaller day centres, which are no longer meeting client needs. Some of these savings are being used to employ Community Link workers who help service users engage in their local communities by providing short term support and practical advice.</p>
I	Older People - Home Care	923	<p>Older People - Homecare is over budget by £923,000</p> <p>Staff Costs - are over budget by £923,000. Although the budget has been increased from that in 2016/17 to help accommodate the Out of Hours Service, pressures are now being experienced across the core team in Central and North Aberdeenshire. In many cases staff are working additional hours to help meet clients' caseloads. There are now fewer vacancies existing given the current job climate in and around Aberdeenshire. This trend is expected to continue.</p>
J	Older People - Residential Care	-100	<p>Older People - Residential Care is under budget by £100,000.</p> <p>Staff Costs - are under budget by £133,000 due to savings in Nursing costs of around £80,000 at Bennachie View, when compared to Edenholme, as well as a decrease in the uses of agency staff so far this year. It is hoped that this trend continues.</p>
K	Older People - Very Sheltered Housing	275	<p>Older People - Very Sheltered Housing is over budget by £275,000.</p> <p>Staff Costs - are over budget by £73,000 due to extra staffing costs across this part of the Service . This overspend is despite the fact that Playfolds is still only around 70% staffed. This underspend is expected to get higher as Playfolds moves towards 100% operational capacity.</p> <p>Fees & Charges - are under budget by £264,000. This is due to an overoptimistic budget expectation that these Fees and Charges under Self Direct Support would radically increase, which has not turned out to be true. This funding shortfall is expected to continue.</p>

<u>Note</u>	<u>Service</u>	Projected Over/(within) budget 2017/18 £'000	<u>Narrative</u>
L	Delayed Discharge	-149	Delayed Discharge Funding is under budget by £149,000. Underpends in this fund will help address pressures being experienced in the Core Budgets which can be impacted upon when clients are discharged from hospital.
M	Primary Care Transformation Fund	-723	Primary Care Transformation Fund is forecast to be under budget by £723,000 This is the second year of the Primary Care Transformation Fund. Given the forecast financial position in 2016/17, it is felt prudent not to commit this funding at this stage in the year. In the event that this pressure is dealt with, then allocating this funding will become a feasible option.
N	Carers' Information Strategy	-198	Carers' Information Strategy Funding is forecast to underspend by £198,000 The position in respect of funding for the Carers' Information Strategy is similar to that of the Primary Care Transformation Fund in that it is felt not to be prudent to allocate this funding at present.
N	Pharmacists in GP Surgeries Funding	-161	Pharmacists in GP Surgeries Funding is under budget by £161,000.
			Pharmacists in GP Surgeries Funding is under budget by £161,000 in its 2017/18 allocation pending the development of schemes suitable for financing from this source.

Appendix 3

**SUMMARY OF REVENUE MONITORING BUDGET ADJUSTEMENTS TO INTEGRATED JOINT BOARD
FROM ABERDEENSHIRE COUNCIL**

	£'000
1. Opening Balances Adjustments From 2016/17	-30
2. Business Transformation Fund	
Transfer funding from the Earmarked Reserves to match expenditure incurred on projects funded through the Business Transformation Fund. This virement applies to	
Adult Services - IDEA Projects	21
3. Revenue Grants	
Funding for expenditure incurred to November which is to be met by grants brought forward from 2015/16 and held in an Earmarked Reserve. This virement applies to 2016/17 only.	
Integration Joint Board	16
4. Business Services	
Transfer of Staff to Education and Childrens Services	-19
5. Business Services	
Transfer of Bodet (Timekeeping) Licences	-3
6. Property Services	
Transfer of Repairs & Maintenance Budgets to Property Services to Manage in their entirety	-455
TOTAL	<u><u>-470</u></u>
Original Budget	105,410
Net Virements Above - June 17	-470
Revised Budget	<u><u>104,940</u></u>

Appendix 4

**SUMMARY OF REVENUE MONITORING ADDITIONS TO INTEGRATED JOINT BOARD
FROM NHS GRAMPIAN**

June 17

£

NHS Grampian funding per the report to the IJB on the 22nd of March 2017		167,956,410
1	ADP funding	67,202
2	AHP funding	21,000
3	Plasma products funding (for community hospitals)	29,175
4	Dental Service funding	271,000
5	Immunisation funding (for health visiting)	150,800
6	Public health funding	62,500
7	Withdrawal of dermatology funding (from primary care - practice ceased the service)	(3,964)
8	Immunisation funding (for primary care)	27,483
9	Primary Care other budget adjustments	(35,620)
	Sub total Primary Care	(12,101)
10	Needle exchange funding (Community Mental Health)	22,750
11	Mental Health Act funding (Community Mental Health)	175,745
	Sub total Community Mental Health	198,495
12	Drug budget realignment (hosted services)	5,770
13	HNC/Open University funding (for hosted services)	8,712
14	Other hosted service budget adjustments	415,189
	Sub total hosted service budget adjustments	429,671
15	Prim Care Transformation Fund	723,000
16	Carers' Information Strategy	198,000
17	Pharmacists in GP surgeries funding	311,300
18	Social care (pass through to Aberdeenshire Council) funding	4,150,000
	Revised budget as at the end of June 2017	174,556,452 *

Represented by:

NHS Grampian core services	41,159,000
Primary Care	36,796,000
Prescribing	43,649,000
Community Mental Health	7,331,000
Inward recharges of hosted services	12,438,000
Out of area services	1,782,000
Funds	4,921,000
Resource transfer to Aberdeenshire Council (included in Council reporting lines)	12,825,000
Social Care funding (transferred to Council, included in Council reporting lines)	13,654,000
	174,555,000 *

* An accumulation of minor rounding differences account for the difference between these two figures.

Calculation of NHSG funding figure

Total NHS Grampian budget for Partnership services	174,556,452
Deduct resource transfer included in Aberdeenshire Council reporting lines	(12,825,000)
Deduct social care funding included in Aberdeenshire Council reporting lines	(13,654,000)
Add set aside	26,665,000
NHS Grampian funding contribution	174,742,452

I.E. The difference between budget and funding is accounted for by the difference between the set aside budget and those resources (resource transfer and social care funding), expenditure against which is reported on Aberdeenshire Council budget lines.

Notes re budget virements

The principal budget virement was from inward recharges of hosted services to primary care, with £1.233M being transferred. This was an equivalent adjustment to one made in 2016/17 to transfer budget for centrally provided services, as distinct from services provided by partnerships, to a more appropriate budget line. These services, provided to GP practices, include property services, IT services, the GP recruitment and retention scheme, supplies of needles and syringes and clinical governance services, including assessment of GPs. The Primary Care Contracts Team is now the only service to primary care that is treated as a hosted service.

Budgeted income of £346,000 was transferred from support services to allied health professions, being income from Aberdeenshire Council's Education and Children's Service for the provision of speech and language therapy.

Other budget virements realigned efficiency savings targets between elements of the service so as to consolidate them.

ABERDEENSHIRE INTEGRATED JOINT BOARD

Adult Social Care Funding Via NHSG

	<u>2016/17</u>	<u>2017/18</u>
Scottish Government Funding	<u>9,504,000</u>	<u>9,504,000</u>
Add back into Council Funding		
Adult Services Community Care - Supported Living	2,384,000	
Adult Services Mental Health Care at Home	68,000	
Substance Misuse Care at Home	6,000	
Older People Care Management Care at Home	<u>707,000</u>	3,165,000
Older People Care Management National Care Home Contract - additional pressure	210,000	660,000
Adult Services Day Care (No inflation uplift in budget)	40,875	40,875
Adult Services Residential Care (No inflation uplift in budget)	266,628	266,628
Increase in Income Charging Thresholds (Across all client groups) (16.5% £177 to 25% £195 = £6m nationally)	250,000	250,000
<u>50% Fair Work Practices</u> (Care @ Home & Supp Living)	6 months 2,362,500	4,725,000
Care at Home	900,000	1,800,000
Supported Living	850,000	1,700,000
Supported Living Sleepovers	650,000	1,300,000
Older People Care Management National Care Home Contract - additional pressure as discrete Scottish Government Funding rolled into this allocation	398,000	398,000
Adult Services Community Care - Increases in Non Framework Rates	108,000	216,000
	<u>6,801,003</u>	<u>9,721,503</u>
Balance Available	<u>2,702,997</u>	<u>-217,503</u>
		<u>9,504,000</u>

Note £217,503 should be the first call on the additional Scottish Government Funds of £4.150m available in 2017-18

Appendix 6

ABERDEENSHIRE INTEGRATED JOINT BOARD

Resource Transfer Funding In Adult Social Work Budgets

	RESOURCE TRANSFER REVISED BUDGET 2017/18 £'000	SCOTTISH GOVT £9.504M 2017/18 £'000	SCOTTISH GOVT £4.150M 2017/18 £'000	ACTUAL TO 30-Jun-2017 £'000	REVISED FORECAST 2017/18 £'000
Business Services	6			2	6
Adult Services - Community Care	7,168	6,015		3,296	13,183
Adult Services - Day Care	457	18		119	475
Adult Services - Residential Care	299			75	299
Adult Services - Mental Health	957	200		289	1,157
Physical Disabilities - Joint Equipment Service	18	18		9	36
Older People - Care Management	2,600	3,177		1,444	5,777
Older People - Day Care	910	14		231	924
Older People - Home Care	150			38	150
Older People - Residential Care	260			65	260
Older People - Very Sheltered Housing		62		16	62
	12,825	9,504	0	5,582	22,329

Adjustments Made in Appendix 1

Savings agreed as part of 2017/18 Budget	Theme	Action/Project	Savings £'000
Strategic Aim 1	Alternatives to statutory interventions	Resources targeted towards those with critical and substantial needs	200
Strategic Aim 3	Asset based approach	Management review of high cost care packages	100
		High volume review of small/medium care packages (whole team approach)	300
		Review of SDS support mechanism & introduction of payment cards	400
Strategic Aim 6	Integrated teams for localities	Productivity work with integrated teams	500
		Mobile working	100
		Review of clinical leadership	50
Strategic Aim 10	Ensuring efficiency within primary care	Aberdeenshire review of services currently delivered under Local Enhance Service (LES) agreements	200
Strategic Aim 12	Reshaping care at home services, including continued expansion of Virtual Community Ward model	Maximise efficiency across community hospital bed base	500
		Proportion of internal/external Care at Home	200
Income		Increase in Care Charges	1,000
TOTAL			3,550