

To: Renfrewshire Integration Joint Board

On: 14 September 2018

Report by: Chief Finance Officer

Heading: Financial Report 1st April 2018 to 31st July 2018

1. Purpose

- 1.1. The purpose of this report is to advise the Integration Joint Board (IJB) of the Revenue Budget position at 31 July 2018 and the projected year end position for the year ended 31 March 2019.

2. Recommendations

- 2.1. It is recommended that the IJB:
- Note the in-year position at 31 July 2018;
 - Note the projected year-end position for 2018/19;
 - Delegate responsibility for the Chief Finance Officer to carry out in-year non-recurring budget virements as required (detailed in para 4.3);
 - Note the Scottish Government's Medium Term Financial Strategy and the potential implications of a reduction in grant funding to Renfrewshire Council in future year financial settlements and the implications this may have on the resources available for the Adult Social Care budget; and
 - In this context and to support structured financial and strategic service planning arrangements to be progressed over the coming weeks and months, note the indicative uplift in resources for the delegated Adult Social Care Budget for 2019/20 onwards.

3. Summary

- 3.1. As detailed in the table below the IJB year to date position and projected outturn for 2018/19 is a breakeven.

Division	Year to Date Position	Year End Outturn
Social Work – Adult Services	Breakeven	Breakeven
Renfrewshire Health Services	Breakeven	Breakeven
Total Renfrewshire HSCP	Breakeven	Breakeven

- 3.2. The key pressures are highlighted in section 4 and 5.

- 3.3. Throughout the financial year, adjustments are made to the original budget as a result of additional funding allocations, service developments and budget transfers reflecting service reconfigurations. Appendices 3 and 4 provide a

reconciliation of the main budget adjustments applied this current financial year.

4. Social Work – Adult Services

Year to Date: Breakeven

Year End Outturn: Breakeven

4.1. The current and projected breakeven position reflects the flexible use of the additional resources made available by the Council on a recurring basis to support the financial sustainability of services.

4.2. As detailed in Appendix 2 and 3, the current and projected breakeven position reflects:

- The drawdown of earmarked reserves in order to fund short term non-recurring restructuring costs of the Care at Home Service throughout the first quarter of 2018/19 as approved by the IJB at its meeting of 29 June 2018;
- Proposed non-recurring budget virements from areas of underspend within the service to temporarily fund areas of overspend
- 'Anticipated notional' draw down of recurring additional resources made available by the council (the level of resource to be drawn down will be monitored on a 4 weekly basis).

Total Additional Recurring Resources Available	£2.551m
Anticipated notional' drawn down at 20 th July 2018	£1.975m
Remaining Recurring Resource Available	£0.576m

If required, non-recurring monies, from the reserves built up over the past 2 years will be drawn down.

4.3. The main broad themes of the current and projected outturn position include:

- An underspend in employee costs reflecting vacancies throughout all areas of the service;
- Above temporary underspends used to fund additional costs in relation to: Living Wage and National Care Home increases, and, pressures within the homecare budget;
- The intention of using the current in-year and projected underspends via non-recurring budget virements (subject to the approval of the IJB) is to maximise the flexibility of the resources available.

5. Renfrewshire Health Services

Year to Date: Breakeven

Year End Outturn: Breakeven

5.1. The overall net position at 31 July 2018 is a breakeven position, with an anticipated year-end outturn of breakeven, assuming that the current trajectory of spend continues throughout this financial year.

5.2. As detailed in Appendix 3 and 4, the current and projected breakeven position has been achieved from the planned draw down of reserves (as approved by the IJB at its meeting of 29 June 2018) to fund any non-recurring costs in

relation to delays in the delivery of approved savings. The amount of reserves required in order to deliver a breakeven position will be closely monitored throughout the course of this year.

5.3. Members should note that the current and projected position do not include the potential additional resources in relation to the impact of:

- A proportionate share of the “consequential” funding from the UK Government for Agenda for Change employees, which is expected to flow through to Scottish Health Boards by the Autumn (the costs in relation to the pay uplifts are reflected in the current and projected positions); and
- The increase in Alcohol and Drug Partnership (ADP) funding for 2018/19 will be used on a recurring basis to replace the previous reduction in ADP funding by the Scottish Government in 2016/17.

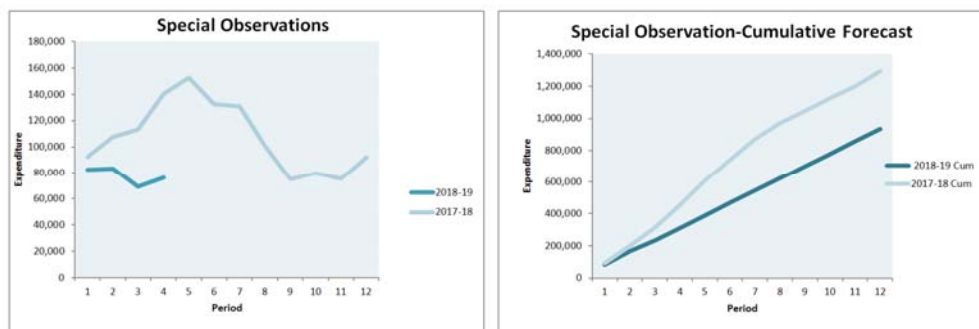
The above have not yet been included in the current and projected position as the Scottish Government have not yet issued confirmation of these funding streams. As soon as confirmation is received, the projections for 2018/19 will be amended accordingly. Members are asked to note that if the funding is as anticipated, this should mean the projected year end position would move into an underspend, dependent on the trajectory of spend for the remainder of this year.

5.4. The main broad themes of the current and projected outturn position are:

- An underspend (£96k current; projected £287k) in Adult Community Services due to turnover across the Rehabilitation and District Nursing services, and savings in relation to the vacant Head of Service post for West Renfrewshire which has now been filled;
- Underspends within Children’s Services (£47k current; projected £140k) reflecting vacancies within School Nursing and Health Visiting; and
- An overspend in Mental Health Services (£138k current; projected £415k) reflects the outstanding funding regarding the “consequential” funding from the UK Government for Agenda for Change to fund the increased costs in relation to the agreed 3% pay award.

5.5. As at 31st July 2018 the expenditure on enhanced observations is projected to be £940k. As part of the 2018/19 Financial Plan a £900k budget was created for enhanced observation and a commitment was made by the management team to work towards reducing the cost in line with this budget.

5.6. The graphs below show that the spend for month 1-4 of 2018/19 is £142.3k lower than the same period in 2017/18 and a projected year end reduction of £359k .



6. Prescribing

- 6.1. With the ending of the risk sharing arrangement across NHSGGC partnerships, prescribing costs represent the greatest financial risk to the HSCP, mainly due to the volatility of global markets and the impact of drug tariffs in relation to contracts with community pharmacy.
- 6.2. As the data for the first quarter of this financial year is not yet available, at present it is prudent to project a breakeven outturn for 2018/19. Current data is encouraging; however, this position may change depending on the success of the prescribing efficiencies programme and the potential impact of any drugs which go on short supply.
- 6.3. Working with the lead pharmacist for NHSGGC, HSCPs have committed to an ambitious efficiency target of £11.1m for 2018/19. This will be achieved through a number of initiatives including: programmes aimed at reducing waste and the promotion of efficient prescribing.

7. Set Aside Budget

- 7.1. Work continues to be progressed in relation to the sum set aside for hospital services, however arrangements under the control of Integration Authorities are not yet operating as required by the legislation and statutory guidance.
- 7.2. In the meantime, NHSGGC is continuing with the previous transitional arrangements and has identified a notional set aside budget for HSPC's for 2018/19. This figure is based on the most recent ISD data supplied for 2016/17 reconciled to the 2016/17 Cost Book with a 1% uplift to 2016/17 to produce costs for 2017/18, and, a further 1% uplift to produce costs for 2018/19. For Renfrewshire the notional set aside budget for 2018/19 is £29.964m.

8. Other Delegated Services

- 8.1. Following a review undertaken in conjunction with council officers, it was identified that the gardening assistance scheme is provided under the Housing (Scotland) Act 1987 and not the Local Government and Planning (Scotland) Act 1982. The 1987 Act is not one of the pieces of legislation listed as being delegated by the Council to the IJB which means that it remains the responsibility of the Council and should not be part of the financial reporting to the IJB, this means that we will no longer be including this service in our financial reports.

Description	Full Year Budget	Phased Budget	Actual	Year to Date Variance	Projected Outturn	Variance
Housing Adaptations	£756k	£227k	£187k	£40k	£756k	£0k
Women's Aid	£87k	£22k	£10k	£12k	£87k	£0k
Grant Funding for Women's Aid	£0k	(£38k)	(£103k)	£65k	£0k	£0k
Total	£843k	£211k	£94k	£117k	£843k	£0k

- 8.2 The table above shows the costs of other Renfrewshire Council services delegated to the IJB. Under the 2014 Act, the IJB is accountable for these services, however, these continue to be delivered by Renfrewshire Council. Renfrewshire HSCP monitors the delivery of these services on behalf of the IJB. The summary position for the period to 20 July 2018 is an underspend of £117k, this reflects carry forward of Big Lottery Grant monies in relation to the Renfrewshire Reconnection Project, the projected outturn is however a breakeven.

9. Reserves

- 9.1. As detailed in Appendix 6 the opening reserves position for 2018/19 was £3.442m. This figure comprises £930k of general reserves and £2.512m of earmarked reserves.
- 9.2. Consistent with the IJB's Reserves Policy at its meeting of 29 June 2018, the IJB approved the creation of ear marked reserves for draw down as required in 2018/19. As detailed in sections 4 and 5 of this report, based on current projections for 2018/19 a total of £552k of ear marked reserves have been 'notionally' drawn down. Members are reminded that this planned draw down of reserves will fluctuate throughout this financial year depending on the trajectory of demand on services and the outcome of the proportionate share of the "consequential" funding from the UK Government for Agenda for Change employees.
- 9.3. The table in Appendix 6 provides further details on the remaining balances held in the IJB reserves.

10. Financial Planning 2019/20 and Beyond

Scottish Government Fiscal Outlook

- 10.1. The Scottish Government published a medium term financial strategy (MTFS) on 31 May 2018. A copy of this is available via this link: <https://www.gov.scot/Resource/0053/00535972.pdf>. The Strategy outlines key priorities for the Scottish Government, with potential scenarios for funding these and those areas of public services which are likely to face further reductions in funding over the period of the strategy, this includes local government.
- 10.2. Members should note the implications for Renfrewshire Council in terms of potential further reductions in grant funding, and the high risk that this may have on the ability of the Council to assist with additional resources to fund Adult Social care pressures in future years.
- 10.3. The Scottish Government in line with key recommendations from the Scottish Parliament Budget Process Review Group (BPRG) has introduced a new approach to their budget setting which will now include the annual publication of a MTFS. The MTFS is intended to set out the expectations and broad financial plans for utilising the devolved financial powers of the Scottish Government. It will also include scenario plans based on economic forecasts and financial information in order to assess their potential impact on the budget, and, high level projections for at least 5 years ahead.

- 10.4. The first MTFS was published at the end of May, along with the latest economic and fiscal forecasts of the Scottish Fiscal Commission (SFC). The next step in the new budget process will be the publication, in September, of the first annual Fiscal Framework Outturn Report.

Medium Term Financial Strategy Priorities

- 10.5. It is clear from the MTFS that the Scottish Government has assumed that spending on these priorities is unlikely to change over the period of this MTFS and the remaining funding will be required to support spending on non-priority areas – the greatest element of which is Local Government. The overall Resource Budget allocated to the six priority commitments increases from 56% in 2019-20 to 64% in 2022-23. Therefore, as the six priority areas will be taking up an increasingly greater share of the overall Resource Budget the other areas of the budget will inevitably reduce as the likely growth of the overall budget in cash terms is anticipated to be limited.
- 10.6. The MTFS report notes that: “It is, however, clear that even under the most optimistic scenario, if no reprioritisation or reform were agreed and no additional revenues generated, then efficiency savings of 5 per cent per year could be required. While future efficiency targets (rightly) will be challenging, the decisions we take will ensure they are manageable.”
- 10.7. At present it is not clear which spending areas will need to fund these anticipated efficiency targets. However, it is more than likely that the local government budget will face significant reductions, potentially as high as 5% per annum which would create significant funding challenges for Renfrewshire Council and consequently their ability to resource increasing pressures on the Adult Social Care budget will be limited.
- 10.8. COSLA is currently working with the Scottish Government to establish greater clarity on what the MTFS may mean for local government funding in future years. It is anticipated that the Director of Finance and Resources for Renfrewshire Council will update the Council’s medium term financial outlook during September, which will provide critical financial context for the future sustainability of year on year uplifts in cash terms to the delegated adult social care budget for 2019/20 onwards.

Scottish Fiscal Commission (SFC)

- 10.9. In April 2017 the Scottish Fiscal Commission became responsible for providing independent economic and fiscal forecasts to the Scottish Government as part of the Scottish Budget process, these forecasts are now incorporated in the MTFS assumptions and scenarios. The SFC’s first independent forecast of the Scottish economy was published in December 2017 where they described the outlook for growth as “subdued”. In their May 2018 forecast their view remained broadly similar with an expectation that this pattern was likely to continue over the next five years.
- 10.10. A copy of the Economic and Fiscal Forecasts (May 2018) is available via this link: <http://www.fiscalcommission.scot/media/1314/scotlands-economic-and-fiscal-forecasts-may-2018-full-report.pdf>

Delegated Health and Social Care Budget 2019/20 and Beyond

- 10.11. The above summary of the Scottish Government’s MTFS is in line with the CFO’s report to the IJB on 23 March 2018 ‘2018/19 Delegated Health and

Social Care Budget' where it was highlighted in Section 3 of this report highlighted that due to the financial outlook of the Scottish Government's budget beyond 2018/19, members should note the risk that as pressures continue to grow in their impact, the ability of the Council to assist with additional resources in future years may not be possible.

10.12. As our financial planning for 2019/20 and beyond progresses, financial sustainability will clearly be a focus for the IJB. With limited resources, difficult choices may have to be made in terms of priorities and service delivery. Early and continual dialogue with our partners will ensure that our Financial Plan is at the forefront of our discussions with our partner organisations.

10.13. In the context of the above, it is proposed that IJB financial planning continues to be framed by the medium-term strategy set out in their 3 Year Financial Plan. The strategy's 5 guiding principles, outlined below, are still pivotal/critical to delivering our Financial Plan. It is therefore recommended these principles continue to underpin all HSCP activity, and evolve, to ensure the IJB is equipped to respond to the current, challenging financial environment and also the likelihood of reduced budget allocations in coming years:

- Prevention and Early Intervention – it proposed that, in line with national priorities, the IJB continues to invest in evidence-based prevention and early intervention work which will support a reduction in service demand over the medium to longer term. Whilst resources are limited, it is recommended that the HSCP continue to identify 'spend to save' opportunities that can be funded by non-recurring, short term monies to support to development of new service models, innovation and create capacity.
- Strategic planning and commissioning – over 2018/19 the IJB will develop, consult and agree its 2nd Strategic Plan (2019 – 22). It is critical that our new Plan's reflects both the current and future financial challenge the HSCP faces; setting clear priorities in line with national direction; our statutory requirements and ensuring we continue to deliver core services in a safe and sustainable manner.
- Financial Planning Process – the HSCP has established a structured and robust approach to financial planning to ensure a strategic approach is taken delivering financial balance, such as delivering efficiencies or the redirection of budgets. This process ensures strategic, clinical care and wider stakeholder impacts are evaluated. Given the current budget position, and the anticipated level of savings to be delivered in future years, it is anticipated that more challenging proposals will need to be carefully considered by the IJB, and this process will support decision making.
- Change and Improvement Programme – this Programme ensures the HSCP successfully implement, track and demonstrate all significant change activity across the HSCP. The Programme is currently progressing a number of Service Reviews on behalf of the IJB, which are central to the IJB being able to deliver financial balance in 2018/19. In addition, the Programme is delivering on a number of statutory requirements and supporting a range of improvement works which are introducing more integrated and efficient working models. Whilst going forward there will be a focus on delivering efficiencies, the IJB will be required to continue to deliver on new legislative requirements and ensure current service remain fit for purpose.

- NHSGGC and Partner IJBs system-wide initiatives – the HSCP is currently involved in a range of system wide work including the Unscheduled Care and Mental Health Strategy.

10.14. A system-wide approach continues to offer Renfrewshire HSCP a number of benefits:

- Avoids different HSCPs 'reinventing the wheel', allowing best use of our limited resources, offering greater consistency in clinical care standards and approach across the NHS Board area.
- Working collectively helps ensure that any action taken to address financial pressures and priorities does not have unintended consequences elsewhere in the system, which could have a negative impact on patient care and patient safety
- Economies of scale – offers opportunity to consider where a shared service or hosted approach could present financial savings whilst still delivering the same level of care.
- Ensures a whole system and consistent approach to how our services work at the interface with GPs and Acute hospital-based services.

10.15. In addition to the above, it is important for the long term financial stability of both the IJB and of our parent bodies that sufficient usable funds are held in reserve to mitigate against unanticipated pressures from year to year. Similarly, it is also important that in-year funding available for specific projects and government priorities are able to be earmarked and carried forward into the following financial year, either in whole or in part, to allow for the spend to be committed and managed in a way that represents best value for the IJB in its achievement of the national outcomes.

Proposed Changes to Delegated Adult Social Care Budget Settlement

10.16. Since the creation of Renfrewshire IJB, the budget settlement from Renfrewshire Council has largely been driven by the additional resources made available through the financial settlement i.e. the Social Care Fund. For 2016/17 and 2017/18, these resources were initially funded via Health Boards to Local Authorities. In 2018/19, the Scottish Government changed their approach, and as part of the 2018/19 budget settlement for Local Authorities, a notional target was included for Adult Social Care. From 2019/20 it is not clear whether this 'targeted' approach will continue, or whether there will be any specific requirement for Local Authorities to allocate additional funding for Adult Social Care. If the latter is the case, this would suggest that the funding of Adult Social Care and its associated pressures will need to be managed directly between Local Authorities and HSPCs.

10.17. The Scottish Government's recent 5 year financial outlook report, has provided early indications that the future financial outlook for the Council is likely to become increasingly challenging with a significant risk of deeper year on year grant cuts emerging. In this context, and in consultation with the Director of Finance and Resources for Renfrewshire Council, it is proposed that the IJB progress its financial strategy and strategic planning on the basis of a maximum uplift in resources in the range of 1% - 2% in cash terms. Although this is lower than previous years, this is however, significantly in excess of the cash cut anticipated for the Council and in the absence of any targeted funding from the Scottish Government is likely to represent a level that would be financially affordable and sustainable for the Council. This

approach provides the IJB with appropriate financial planning parameters, allowing us to progress our medium term financial strategy and strategic plan within the context of defined financial limits.

- 10.18. Members should however note that the above would be subject to final confirmation of the Council's financial settlement along with their consideration of the IJB's service planning priorities.
- 10.19. As highlighted in paragraphs 10.2 and 10.5 above, members should note the high risk that Renfrewshire Council will have limited ability to assist with the resourcing of pressures on the Adult Social Care budget.

11. Living Wage Increase 2018/19

- 11.1. As previously reported to the IJB, the new Living Wage rate has been set at £8.75. In line with previous years practice, for 2018/19, a % increase has been applied which includes the impact of on-costs. All contracted providers of care at home services and supported living services have been offered an increase to allow the payment of the new Living Wage rate. To date 6 care at home providers have accepted the increase and we await a response from the remaining 1. For supported living services 8 providers have accepted the increase the remaining 3 providers are currently in negotiations with other LA's and once agreed should be in a position to accept our offer. The 3 Contracted providers of adult residential services within Renfrewshire have an increase of 3.39% in line with the 2018/19 agreed increase for the NCHC. On acceptance of the offers made all Living Wage uplifts will be backdated to 1st May 2018.
- 11.2. Renfrewshire HSCP continues to review out of area placements. Where placements have been made from Scotland Excel's national framework for Adult Residential all rates currently paid are based on the current Scottish Living Wage. Where placements have been made off contract, host local authority rates are considered if applicable. If there is no host local authority rate available, the providers will be offered a % increase to allow the payment of the new Living Wage from 1st May 2018.

National Care Home Contract 2018/19

- 11.3. As previously highlighted, the terms of the contract for 2018/19 were negotiated by COSLA and Scotland Excel with Scottish Care and the Coalition of Care and Support Providers in Scotland (CCPS) who agreed an increase of 3.39%. A Minute of Variation (MOV) was issued to 17 of the 18 providers of care homes for older adults in Renfrewshire (1 provider is currently in the process of assigning to another organisation, once the process is complete the MOV will be issued to the new provider), to date 16 have accepted, we await a response from 1 provider.

Implications of the Report

- 1. **Financial** – Financial implications are discussed in full in the report above.
- 2. **HR & Organisational Development** – none
- 3. **Community Planning** - none
- 4. **Legal** – This is in line with Renfrewshire IJB's Integration Scheme
- 5. **Property/Assets** – none.
- 6. **Information Technology** – none
- 7. **Equality & Human Rights** – The recommendations contained within this report have been assessed in relation to their impact on equalities and human

rights. No negative impacts on equality groups or potential for infringement have been identified arising from the recommendations contained in the report. If required following implementation, the actual impact of the recommendations and the mitigating actions will be reviewed and monitored, and the results of the assessment will be published on the Council's website.

8. **Health & Safety** – none.
 9. **Procurement** – Implementation of the living wage impact on existing contracts with providers and their ability to deliver within the allocated funding package.
 10. **Risk** – There are a number of risks which should be considered on an ongoing basis: adequate funding to deliver core services.
 11. **Privacy Impact** – none.
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List of Background Papers:

- Scottish Government Medium Term Financial Strategy;
 - Scottish Fiscal Commission paper;
 - 2018/19 Delegated Health and Social Care Budget (Renfrewshire IJB, 23 March 2018)
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Adult Social Care Revenue Budget Year to Date Position
1st April 2018 to 20th July 2018

Subjective Heading	Year to Date Budget	Actual to Date	Variance	Earmarked Reserves	In-Year Non-recurring Budget Virement	Draw Down from Recurring Budget Allocation	Revised Variance		
	£000's	£000's	£000's	£000's	£000's	£000's	£000's	%	
Employee Costs	8,676	8,889	(213)	123	-	90	(0)	0.0%	breakeven
Property Costs	117	115	2	-	-	-	2	1.7%	underspend
Supplies and Services	492	482	10	4	-	-	14	2.8%	underspend
Contractors	18,856	19,411	(555)	-	-	510	(45)	-0.2%	overspend
Transport	206	198	8	-	-	-	8	3.9%	underspend
Administrative Costs	62	62	-	-	-	-	-	0.0%	breakeven
Payments to Other Bodies	838	829	9	-	-	-	9	1.1%	underspend
Gross Expenditure	29,247	29,986	(739)	126	-	600	(13)	0	overspend
Income	(7,268)	(7,281)	13	-	-	-	13	-0.2%	underspend
NET EXPENDITURE	21,979	22,705	(726)	126	-	600	0	0	breakeven

Client Group	Year to Date Budget	Actual to Date	Variance	Earmarked Reserves	In-Year Non-recurring Budget Virement	Draw Down from Recurring Budget Allocation	Revised Variance		
	£000's	£000's	£000's		£000's	£000's	£000's	%	
Older People	14,464	15,192	(728)	123	-	600	(5)	0.0%	overspend
Physical or Sensory Difficulties	2,343	2,349	(6)	-	-	-	(6)	-0.3%	overspend
Learning Difficulties	4,252	4,318	(66)	4	62	-	(0)	0.0%	breakeven
Mental Health Needs	696	632	64	-	(62)	-	2	0.3%	underspend
Addiction Services	224	214	10	-	-	-	10	4.5%	underspend
NET EXPENDITURE	21,979	22,705	(726)	126	-	600	0	0	breakeven

Position to 20th July is a breakeven

Appendix 2

Adult Social Care Revenue Budget Projected Year End Position 1st April 2018 to 31st March 2019

Subjective Heading	Annual Budget £000's	Projection to Year End £000's	Variance £000's	Earmarked Reserves £000's	In-Year Non-recurring Budget Virement £000's	Draw Down from Recurring Budget Allocation £000's	Revised Variance		
							£000's	%	
Employee Costs	28,058	28,757	(699)	399		295	(5)	0.0%	overspend
Property Costs	379	372	7	-			7	1.8%	underspend
Supplies and Services	1,609	1,577	32	12	(44)		-	0.0%	breakeven
Contractors	53,908	55,733	(1,825)	-	144	1,680	(1)	0.0%	overspend
Transport	668	640	28	-	(28)		-	0.0%	breakeven
Administrative Costs	234	235	(1)	-			(1)	-0.4%	overspend
Payments to Other Bodies	2,744	2,713	31	-	(31)		-	0.0%	breakeven
Gross Expenditure	87,600	90,027	(2,427)	411	41	1,975	-	0	breakeven
Income	(23,910)	(23,951)	41	-	(41)	-	-	0.0%	breakeven
NET EXPENDITURE	63,690	66,076	(2,386)	411	-	1,975	-	0	breakeven

Client Group	Annual Budget £000's	Projection to Year End £000's	Variance £000's	Earmarked Reserves	In-Year Non-recurring Budget Virement £000's	Draw Down from Recurring Budget Allocation £000's	Revised Variance		
							£000's	%	
Older People	41,586	43,981	(2,395)	399	26	1,975	5	0.0%	underspend
Physical or Sensory Difficulties	6,691	6,710	(19)	-	19		-	0.0%	breakeven
Learning Difficulties	12,475	12,691	(216)	12	199		(5)	0.0%	overspend
Mental Health Needs	2,260	2,050	210	-	(210)		-	0.0%	breakeven
Addiction Services	678	644	34	-	(34)		-	0.0%	breakeven
NET EXPENDITURE	63,690	66,076	(2,386)	411	-	1,975	-	(0)	breakeven

Projected Year End Budget Position is a breakeven

Appendix 3

Health Services Revenue Budget Year to Date Position 1st April 2018 to 31st July 2018

Subjective Heading	Year to Date Budget	Adjustment to Budget	Revised Year to Date Budget	Year to Date Actuals	Year to Date Variance	Drawdown from Reserves	Revised Variance		
	£000's	£000's	£000's	£000's	£000's	£000's	£000's	%	
Employee Costs	14,662	(391)	14,271	14,309	(39)	110	71	0.5%	breakeven
Property Costs	3		3	10	(7)	-	(7)	-233.3%	overspend
Supplies and Services	1,735	391	2,126	2,207	(81)	31	(50)	-2.9%	underspend
Purchase Of Healthcare	822		822	834	(12)		(12)	-1.5%	breakeven
Resource Transfer	-		-	-	-	-	-	0.0%	breakeven
Family Health Services	26,998		26,998	27,000	(2)	-	(2)	0.0%	overspend
Set Aside	9,988		9,988	9,988	-	-	-	0.0%	breakeven
Gross Expenditure	54,208	-	54,208	54,349	(141)		(0)	0.0%	breakeven
Income	(1,239)		(1,239)	(1,240)	1	-		0.0%	breakeven
NET EXPENDITURE	52,968	-	52,968	53,109	(141)	141	(0)	0.00%	

Care Group	Year to Date Budget	Adjustment to Budget	Revised Year to Date Budget	Year to Date Actuals	Year to Date Variance	Drawdown from Reserves	Revised Variance		
	£000's	£000's	£000's	£000's	£000's	£000's	£000's	%	
Addiction Services	758	(16)	742	757	(14)	-	(14)	-1.9%	Overspend
Adult Community Services	2,895	(49)	2,847	2,751	96	-	96	3.3%	underspend
Children's Services	1,725	(52)	1,673	1,627	47	-	47	2.7%	underspend
Learning Disabilities	354	(9)	345	362	(16)		(16)	-4.6%	Overspend
Mental Health	6,126	(144)	5,982	6,230	(248)	110	(138)	-2.3%	Overspend
Hosted Services	3,337	(81)	3,256	3,277	(20)	-	(20)	-0.6%	Overspend
Prescribing	11,621	-	11,621	11,621	-	-	-	0.0%	Breakeven
Gms	7,123	-	7,123	7,123	-	-	-	0.0%	Breakeven
Other	7,422	-	7,422	7,422	(0)	-	(0)	0.0%	Breakeven
Planning & Health Improvement	350	(6)	345	343	1	-	1	0.4%	underspend
Administration & Management	961	365	1,325	1,325	1	31	32	3.3%	underspend
Resource Transfer	-	-	-	-	-	-	-	0.0%	Breakeven
Veterans		-	-		-			0.0%	Breakeven
Integrated Care Fund	364	(10)	354	340	14	-	14	3.8%	underspend
Social Care Fund	-	-	-	-	-	-	-	0.0%	Breakeven
Set Aside	9,988	-	9,988	9,988	-	-	-	0.0%	Breakeven
NET EXPENDITURE	53,024	0	53,024	53,166	(141)	141	(0)	0.00%	

Position to 31st July is a breakeven

note 1 : Adjustments to budget: correction of prescribing budget coded to employee costs in error

note 2 : Draw down from reserves pending confirmation of o/s SG funding re Agenda for Change and ADP

Appendix 4

Health Services Revenue Budget Projected Year End Position 1st April 2018 to 31st March 2019

Subjective Heading	Annual Budget £000's	Adjustments to Budget £000's	Revised Budget £000's	Projection to Year End £000's	Variance £000's	Drawdown from Reserves £000's	Revised Variance		
							£000's	%	
Employee Costs	45,758	(1,173)	44,585	44,701	(116)	330	214	0.5%	underspend
Property Costs	8		8	29	(21)	-	(21)	-262.5%	Overspend
Supplies and Services	19,906	(13,247)	6,659	6,908	(249)	93	(156)	-2.3%	Overspend
Purchase Of Healthcare	2,466		2,466	2,503	(37)		(37)	-1.5%	Overspend
Resource Transfer	16,872	(16,872)	-	-	-	-	-		
Family Health Services	79,108		79,108	79,108	-	-	-	0.0%	Breakeven
Set Aside	29,964		29,964	29,964				0.0%	Breakeven
Gross Expenditure	194,082	(31,292)	162,790	163,213	(423)		(0)	0.0%	Breakeven
					-				
Income	(3,385)	-	(3,385)	(3,385)	-		-		
NET EXPENDITURE	190,697	(31,292)	159,405	159,829	(423)	423	(0)	0.00%	

Care Group	Annual Budget £000's	Adjustments to Budget £000's	Revised Budget £000's	Projection to Year End £000's	Variance £000's	Drawdown from Reserves £000's	Revised Variance		
							£000's	%	
Addiction Services	2,684	(47)	2,638	2,681	(43)	-	(43)	-1.6%	Overspend
Adult Community Services	8,789	(146)	8,643	8,356	287	-	287	3.3%	underspend
Children's Services	5,236	(155)	5,081	4,941	140	-	140	2.8%	underspend
Learning Disabilities	1,082	(26)	1,056	1,104	(48)		(48)	-4.6%	Overspend
Mental Health	18,817	(431)	18,386	19,127	(741)	326	(415)	-2.3%	Overspend
Hosted Services	10,722	(242)	10,480	10,541	(62)	-	(62)	-0.6%	Overspend
Prescribing	35,302	-	35,302	35,302	-	-	-	0.0%	Breakeven
Gms	20,637	-	20,637	20,637	-	-	-	0.0%	Breakeven
Other	20,916	-	20,916	20,916	(0)	-	(0)	0.0%	Breakeven
Planning & Health	1,067	(17)	1,050	1,045	4	-	4	0.4%	underspend
Administration & Management	3,131	1,094	4,225	4,226	(1)	97	96	2.3%	underspend
Resource Transfer	18,866	(18,866)	(0)	-	(0)	-	(0)		
Veterans	171	(171)	-	-	-				
Integrated Care Fund	1,060	(30)	1,030	988	42	-	42	4.1%	underspend
Social Care Fund	12,254	(12,254)	-	-	-	-	-		
Set Aside	29,964		29,964	29,964	-	-	-	0.0%	Breakeven
NET EXPENDITURE	160,733	(31,291)	159,406	159,829	(423)	423	0	0.00%	

Projected Year End Budget Position is a breakeven

note 1 : Adjustments to budget to reflect year end accounting treatment whereby expenditure is incurred in Adult Social Budget: Social Care Fund £12.254m; Resource Transfer £18.866m; Veterans monies £.0171m

For Information

1. Adult Community Services includes: District and Out of Hours Nursing; Rehabilitation Services and Equipu
2. Children's Services includes: Community Services-School Nursing and Health Visitors; Specialist Services-CAMHS and SLT
3. GMS = costs associated with GP services in Renfrewshire
4. Other = costs associated with Dentists, Pharmacists, Optometrists
5. Hosted Services = board wide responsibility for support to GP's for areas such breast and bowel screening. Also included board wide responsibility for Podiatry
6. Other Services = Business Support staff; Admin related costs, hotel services and property related costs such as rent

Appendix 5

2018/19 Adult Social Care Financial Allocation to Renfrewshire HSCP

	£k
2018/19 Renfrewshire HSCP Opening Budget:	63,690.0
	63,690.0

2018/19 Health Financial Allocation to Renfrewshire HSCP

	£k
2017/18 Renfrewshire HSCP Closing Budget:	165,010.6
Add: Set Aside	29,964.0
less: non recurring budgets (allocated annually)	-4,046.3
less: Budget Adjustments*	
Social Care Fund	-12,254.0
Veterans	-171.0
Resource Transfer	-18,866.0
= base budget rolled over	159,637.3
Additions:	
1.5% Uplift	1,751.0
Fostering Fees for GP reports	31.9
Transfer of Podiatry Budgets from Inverclyde	123.5
Transfer of GP Income Budgets to Facilities	370.0
	2,276.4
Reductions:	
Savings Legacy	-519.0
GMS ADJ 1819 costs associated with GP services in Renfrewshire	-2,294.4
	-2,813.4
Non-Recurring:	
Consultant Arrears	34.5
Protection Cost - EMI HCA Displaced through redeployment	2.4
	36.9
Budget Adjustments posted in month 3	
Additions:	
Income for building maintenance - Accommodation	2.3
	2.3
Non-Recurring:	
Primary Care Improvement Programme	904.6
Mental Health Action 15	261.5
EMIS staff transfer PC Screening from Board	81.0
	1,247.1
Budget Adjustments posted in month 4	
Reductions:	
Prescribing	-1,151.4
	-1,151.4
Non-Recurring:	
Veterans	171.4
	171.4
Health Budget as reported @ 31st July 18	159,406.5

Projected Movement in Reserves

Earmarked Reserves	Opening Position 2018/19 £000's	Amounts Drawn Down in 2018/19	New Reserves	Closing Position 2018/19 £000's	Movement in Reserves in 2018/19
PCTF Monies Allocated in 16/17 and 17/18 for Tests of Change and GP Support	438			438	0
GP Premises Fund - Renfrewshire share of NHSGGC funding for GP premises improvement	414			414	0
Primary Care Transformation Fund Monies	39			39	0
District Nurse 3 year Recruitment Programme	150			150	0
Prescribing	450			450	0
Funding to Mitigate Any Shortfalls in Delivery of Approved Savings in 18/19	339	-141		198	-141
Health Visiting	181			181	0
Tannahill Diet and Diabetes Pilot Project	17			17	0
TOTAL Delegated Health Ear Marked Reserves	2,028	-141	0	1,887	-141
Care @ Home Redesign/Locality Services Redesign Associated Costs	399	-399		0	-399
Costs Associated With Additional Set Up Costs For Specific Planned Placement	35			35	0
ICT Swift Update Costs	50	-12		38	-12
TOTAL Adult Social Care Ear Marked Reserves	484	-411	0	73	-411
TOTAL EARMARKED RESERVES	2,512	-552	0	1,960	-552

General Reserves	Opening Position 2018/19 £000's	Amounts Drawn Down in 2018/19	New Reserves	Closing Position 2018/19 £000's	Movement in Reserves in 2018/19
Renfrewshire HSCP - Health delegated budget under spend carried forward	930			930	0
TOTAL GENERAL RESERVES	930	0	0	930	0

OVERALL RESERVES POSITION	3,442	-552	0	2,890	-552
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