

WEST DUNBARTONSHIRE COUNCIL

Report by the Director of Community Health and Care Partnership

Community Health and Care Partnership Committee: 21 May 2014

Subject: Financial and Capital Works Report for the year ended 31 March 2014 (NHS Only)

1. Purpose

The purpose of the report is to provide an update of the current year financial position and of the financial planning by the NHS Board and by the CHCP.

2. Recommendations

The Committee is asked to note the content of the Financial and Capital Works Report for the year ended 31 March 2014.

3. Background:

The report provides an update of the financial planning by the NHS Board and by the CHCP, and of the overall revenue position of the CHCP and its Capital Programme for 2013/14 (NHS only).

4. Main Issues:

Financial Planning for 2014/15

- 4.1** The draft overall Board savings target for 14/15 remains around £33m, with £6m being the Partnerships target. Partnership Directors and staff have developed an overall programme which should deliver this level of savings, largely through system-wide redesign programmes.

Revenue Position 2013/14

- 4.2** West Dunbartonshire CH(C)P (NHS-only) revenue position reported for the year ended 31 March 2014 was £42,000 underspent. This is broadly in line with a full-year forecast position of an underspend of £50,000.
- 4.3** Funding has been provided for the additional costs in 2013/14 of the specialist care package for which the CHCP took responsibility in 2010/11. A high level of activity within the provision of community equipment through the Equipu service has resulted in continued overspending in this area. However, this continues to be offset by underspending within Physio, Planning & Health Improvement expenditure and within Accommodation & Admin.
- 4.4** Significant additional funding has been provided to the CHCP for the running costs of the new Vale Centre, and also for MSK Physio, in the CHCP's role in managing the Board-wide service, to allow the waiting times to be brought into line with the new HEAT target.

- 4.5 The overall summary position is reported in the table below, with further comments on the significant variances highlighted in section 4.6 of this report. An additional detailed breakdown of individual costs at care group level is reported in Annexe 1 of this report.

	Annual Budget £000	Year to Date Budget £000	Year to Date Actual £000	Variance £000
Pays	25,479	25,479	25,191	288
Non Pays	53,479	53,479	53,709	(230)
	78,958	78,958	78,900	58
Less Income	(4,984)	(4,984)	(4,984)	0
Net Expenditure	73,974	73,974	73,916	58

Significant Variances

- 4.6 Comments on significant issues are noted below:

- **Mental Health – Adult Community Services** was £8,000 overspent year to date. The Crisis Service was overspent as a result of the impact of the previous year’s savings. There is also a recurring pressure within the Management pays budget. These are offset by pays underspend within the Primary Care Mental Health Team resulting from staff turnover and vacancies.
- **Mental Health – Elderly Services** reported an underspend of £1,000 year to date. Vacancies and non pays underspends within Elderly Mental Health Inpatient services are offsetting pressures within Elderly Community pays and travel.
- **Learning Disabilities** reported an underspend of £24,000, as a result of vacancies within Admin and Dietetics.
- **Adult Community Services** reported an overspend of £143,000. Equipu (community equipment service) is overspent by £211,000. This area of overspend is common across other CHPs and has been affected by the additional activity associated with Change Fund initiatives. This is being offset by an MSK Physio underspend of £136,000 arising from vacancies, maternity leave and posts going through recruitment.
- **Planning and Health Improvement** reported an underspend of £58,000 as a result of vacancies, maternity leave and long term sickness absence. These vacancies have now been filled and cover is in place for maternity leave.
- **Other Services** (incorporating Accommodation & Admin, and Executive) reported an underspend of £34,000 mainly arising from vacancies.

- **Hosted Services** (Retinal Screening and the Glasgow Integrated Eye Service) reported an underspend for the year of £73,000. The latter service has largely been phased out and budget distributed to CHPs. The remaining budget to pick up Family Health Services costs was underspent in the year. Within Retinal Screening an accrual for expected equipment servicing costs was not required.
- **Prescribing:** a cost neutral position has been included in the March Financial Report at CHCP level. Next year a 'gross' position, together with the level of offset, will be reported.

Capital Programme 2013/14

4.7 Formula Capital

The CHP's final capital programme for the year is outlined in the table below:

Project	Spend (£000)
Dumbarton Joint Hospital addictions	46
Feasibility Study to review DHC accommodation/replacement windows	36
Clydebank HC – encapsulation and new windows	56
Total	138

5. People Implications

5.1 There are no people implications, arising from this report.

6. Financial Implications

6.1 Other than the financial position noted above, there are no financial implications of the budgetary control report.

7. Risk Analysis

7.1 The main financial risks to the ongoing financial position relate to currently unforeseen issues arising between now and the financial year-end. Any significant issues will be reported to future Committee meetings.

8. Equalities Impact Assessment (EIA)

8.1 Not required for this report.

9. Consultation

9.1 This report is for information only and relates only to the NHS element of the CHCP, with no requirement for consultation.

10. Strategic Assessment

10.1 This report provides an update on the CHCP's revenue and capital position (NHS only) and does not seek to affect the Council's main strategic priorities.



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Appendix : Financial Statement 1 April 2013 to 31 March 2014

Background Paper: None

Wards Affected: All

Appendix 1
West Dunbartonshire Community Health Partnership
Financial Year 1 April 2013 to 31 March 2014

	Annual Budget	Year to Date Budget	Year to date Actual	Year to date Variance	% Variance
	£000	£000	£000	£000	
Expenditure					
Mental Health (Adult)	4,683	4,683	4,691	(8)	(0.17%)
Mental Health (Elderly)	3,128	3,128	3,128	0	0.00%
Addictions	1,883	1,883	1,879	4	0.21%
Learning Disabilities	557	557	533	24	4.31%
Adult Community Services	10,530	10,530	10,673	(143)	(1.36%)
Children & Families	4,461	4,461	4,445	16	0.36%
Planning & Health Improvement	1,187	1,187	1,129	58	4.89%
Family Health Services (FHS)	23,271	23,271	23,271	0	0.00%
Prescribing	16,612	16,612	16,612	0	0.00%
Other Services	2,676	2,676	2,642	34	1.27%
Resource Transfer	7,519	7,519	7,519	0	0.00%
Hosted Services	847	847	774	73	8.62%
Change Fund	1,604	1,604	1,604	0	0.00%
	78,958	78,958	78,900	58	0.07%
Income	(4,984)	(4,984)	(4,984)	0	0.00%
Net Expenditure	73,974	73,974	73,916	58	0.08%

Members should note that NHS GG&C financial convention of reporting underspends as positive variances (+) and overspends as negative variances (-) has been adopted for all financial tables within the report.