

WEST DUNBARTONSHIRE COUNCIL

Report by the Director of Community Health and Care Partnership

Community Health and Care Partnership Committee: 20th August 2014

Subject: Financial and Capital Works Report for the period ended 30 June 2014 (NHS Only)

1. Purpose

The purpose of the report is to provide 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 2014/15 (NHS only).

2. Recommendations

The Committee is asked to note the content of the Financial and Capital Works Report for the period ended 30 June 2014.

3. Main Issues:

Board Financial Planning for 2014/15 and beyond

- 3.1** The Board submitted the draft financial plan to Scottish Government Health and Social Care Directorate ('SGHSCD') in February 2014, as part of its Local Delivery Plan submission. The Board then submitted an update to the draft plan to SGHD in March 2014, again as part of the Local Delivery Plan submission.
- 3.2** The Director of Finance has overseen the process of developing the financial plan. Board Members were updated on progress in January and given the opportunity to comment and advise. Following further discussions the plans were scrutinised by the Quality and Performance Committee in May 2014 with a follow up to discuss risk management in June at the Board seminar. The plan was then approved by the NHS Board at its meeting on 17 June 2014.
- 3.3** The plan identifies a Cash Releasing Efficiency Savings ('CRES') requirement of £32.9m for 2014/15. Of this total £18.9m was allocated to the Acute Division, £6m was allocated to Partnerships, £1.5m to Corporate services and £6.5m was allocated to savings in Prescribing.
- 3.4** Looking ahead to 2015/16 and beyond it is clear that the financial challenge will increase. Work is underway to identify measures to reduce costs across all areas.

Revenue Position 2014/15

- 3.5** West Dunbartonshire CHCP's (NHS-only) revenue position reported for the period ended 30 June 2014 was £17,000 underspent.

3.6 The full-year to date summary position is reported in the table below, with further comments on the significant variances highlighted in section 3.7 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	24,810	6,346	6,277	69
Non Pays	52,933	12,482	12,534	(52)
	77,743	18,828	18,811	17
Less Income	(5,198)	(1,495)	(1,495)	0
Net Expenditure	72,545	17,333	17,316	17

Significant Variances

3.7 Comments on significant issues are noted below:

- **Adult Community Services** reported a net overspend of £38,000. A major element of this overspend is due to Equipu's provision of community equipment.
- **Planning and Health Improvement** reported an underspend of £20,000. This is mainly due to an underspend on accommodation costs.

There are no other significant variances with all other areas of expenditure running close to budget at this early stage of the year.

Capital Programme 2014/15

3.8 Formula Capital

Priorities have been considered by the Consolidated CH(C)P Capital Planning Group and a programme of works is being finalised. The West Dunbartonshire CHCP has not yet received an allocation of formula capital.

4 People Implications

4.1 There are no people implications.

5 Financial Implications

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

6 Risk Analysis

- 6.1** 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.

7 Equalities Impact Assessment (EIA)

- 7.1** No significant issues were identified in a screening for potential equality impact of this report.

8 Consultation

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



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Director.

Person to Contact: Jonathan Bryden, Head of Finance - Clyde CHPs (0141 618 7660)

Appendix : Financial Statement 1 April 2014 to 30 June 2014

Background Paper: None

West Dunbartonshire Community Health Partnership
Financial Year: 1 April 2014 to 30 June 2014

	Annual Budget £000	Year to Date Budget £000	Year to date Actual £000	Year to date Variance £000	% Variance
Expenditure					
Mental Health (Adult)	4,466	1,142	1,140	2	0.18%
Mental Health (Elderly)	3,193	759	760	(1)	(0.13%)
Addictions	1,946	305	297	8	2.62%
Learning Disabilities	589	137	130	7	5.11%
Adult Community Services	10,436	2,575	2,613	(38)	(1.48%)
Children & Families	4,082	1,213	1,205	8	0.66%
Planning & Health Improvement	1,007	232	212	20	8.62%
Family Health Services (FHS)	22,686	5,464	5,453	11	0.20%
Prescribing	16,443	4,071	4,071	0	0.00%
Other Services	3,075	684	684	0	0.00%
Resource Transfer	7,665	1,916	1,916	0	0.00%
Hosted Services	815	195	195	0	0.00%
Change Fund	1,340	135	135	0	0.00%
	77,743	18,828	18,811	17	0.09%
Income	(5,198)	(1,495)	(1,495)	0	0.00%
Net Expenditure	72,545	17,333	17,316	17	0.10%

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.