

AGENDA ITEM No.10



Meeting of East Renfrewshire Health and Social Care Partnership	Integration Joint Board
Held on	7 October 2015
Agenda Item	10
Title	Revenue Budget Monitoring Report 2015/16, as at Period 5 to 14 August 2015
<p>Summary</p> <p>To provide the Integration Joint Board with financial monitoring information in relation to the revenue budget, as part of the agreed financial governance arrangements.</p>	
Presented by	Lesley Bairden, Chief Financial Officer
<p>Action Required</p> <p>The Integration Joint Board is asked to note the projected outturn position of the 2015/16 revenue budget.</p>	
<p>Implications checklist – check box if applicable and include detail in report</p> <p> <input checked="" type="checkbox"/> Financial <input type="checkbox"/> Policy <input type="checkbox"/> Legal <input type="checkbox"/> Equalities <input type="checkbox"/> Efficient Government <input type="checkbox"/> Staffing <input type="checkbox"/> Property <input type="checkbox"/> IT </p>	

EAST RENFREWSHIRE HEALTH AND SOCIAL CARE PARTNERSHIP

INTEGRATION JOINT BOARD

7 October 2015

Report by Julie Murray, Chief Officer

REVENUE BUDGET MONITORING REPORT

PURPOSE OF REPORT

1. To advise the Board of the projected outturn position of the 2015/16 revenue budget.

RECOMMENDATIONS

2. The Integration Joint Board is asked to note the projected outturn position of the 2015/16 revenue budget.

BACKGROUND

3. This report forms part of the regular reporting cycle for ensuring that the HSCP financial governance arrangements are maintained.

REPORT

4. The consolidated budget for 2015/16, and projected outturn position is reported in Appendix A. This shows a provisional forecast underspend of £16,000, against a full year budget of £110.493M (0.01%).
5. The consolidated budget has increased by £12.213M from that previously reported being largely due to an increase of £12.063M in the budget relating to the NHS. The 2015/16 budget now includes £10.862M for Learning Disability Inpatient Services to be hosted, NHSGGC Partnership wide, by East Renfrewshire. This includes an identified overspend of £38,000 at Period 5 with a full year effect of approximately £91,200. This will be funded on a non recurring basis for 2015/16 to allow actions to be undertaken to bring costs in line with the budget.
6. The individual elements of the HSCP position are detailed in Appendices B & C, reporting the position for the Council and NHS respectively.
7. Children & Families – The projected outturn position reports an underspend of £283,000, primarily due to an underspend in residential placements. In addition favourable variances in payroll / other budget areas have contributed to the projected underspend.
8. Older People – The projected outturn position reports an overspend of £276,000, and primarily relates to additional costs incurred by the Council in respect of agency staff in order to ensure compliance with statutory staffing ratio's in addition to the under recovery of income in respect of home help, housing support and Bonnyton. The overspend has been partially offset by £37,000 of additional income from community alarms.

9. Learning Disability – Community – The projected outturn position reports an underspend of £79,000 reflecting the current trend in demand for learning disability care packages.
10. Addictions – The projected outturn position reports an underspend of £13,000 due to favourable payroll variances.
11. Management & Admin and Health Improvement – The projected outturn position reports an overspend of £112,000, and is primarily due to higher than anticipated NHS accommodation costs offset by a lower than anticipated spend by East Renfrewshire Council.
12. The year to date position is as detailed at Appendix D and reflects an under spend of £5.898m, due to a difference in the profiling of the budget as compared to the actual payment profile in respect of purchased care packages (£2.639m); the budget profile will be amended in the next accounting period. In addition a delay in the processing of invoices for purchased care packages (£2.990m) has arisen as result of the implementation of a new Care Finance system within the Council. Furthermore a variance has arisen in respect of funding carried forward from 2014/15 in respect of the Auchenback Early Years Centre (£0.373m). These variances are regarded as temporary and are expected to be eliminated by the end of the financial year.

FINANCE AND EFFICIENCY

13. Savings and efficiencies approved as part of the budget setting exercise have been applied in full to the published annual budget.

CONSULTATION

14. While no direct consultation has been required for the content of the report, views of the Board would be welcomed on the format and content of the financial monitoring report moving forward.
15. It is the intention of the Chief Financial Officer to develop a more detailed reporting format during the remainder of 2015/16.

PARTNERSHIP WORKING

16. The Integrated Joint Board revenue budget is an aggregation of revenue budgets approved for HSCP purposes by both East Renfrewshire Council and NHS Greater Glasgow and Clyde. A financial management protocol exists for handling any transfer of funds between the respective organisations. A financial governance framework for the Integrated Joint Board will be presented to the Performance and Audit Committee, once established, of the Board.

IMPLICATIONS

17. The report reflects a projected underspend of £16,000 for the year to 31st March 2016.

CONCLUSIONS

18. Appendix A reports a projected £16,000 underspend for the year to 31st March 2016 on the consolidated revenue budget.

RECOMMENDATIONS

19. The Integration Joint Board is asked to note the projected outturn position of the 2015-16 revenue budget.

REPORT AUTHOR

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22 September 2015

BACKGROUND PAPERS

[Revenue Monitoring Report, CHCP Committee, 19th August 2015](#)

KEY WORDS

A report outlining the projected outturn position of the 2015-16 revenue budget.

Key Words: HSCP, financial monitoring, financial position, financial governance, budgetary control

**East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16
Consolidated Monitoring Report
Projected Outturn Forecast as at 14 August 2015 (Period 5)**

Objective Analysis	Projected Outturn			
	Full Year Budget £	Projected Outturn Spend £	Variance (Over) / Under £	Variance (Over) / Under %
Children & Families	9,747,000	9,464,000	283,000	2.90%
Older Peoples Services	27,100,000	27,376,000	(276,000)	-1.02%
Physical / Sensory Disability	3,518,000	3,516,000	2,000	0.06%
Learning Disability - Community	9,485,000	9,406,000	79,000	0.83%
Learning Disability - Inpatients	10,862,000	10,862,000	0	0.00%
Mental Health	4,379,000	4,373,000	6,000	0.14%
Addictions / Substance Misuse	1,552,000	1,539,000	13,000	0.84%
Family Health Services	21,158,000	21,158,000	0	0.00%
Prescribing	14,618,000	14,618,000	0	0.00%
Criminal Justice	18,000	27,000	(9,000)	-50.00%
Planning & Health Improvement	597,000	567,000	30,000	5.03%
Management & Admin	7,459,000	7,571,000	(112,000)	-1.50%
Net Expenditure	110,493,000	110,477,000	16,000	0.01%

East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16

Council Monitoring Report

Projected Outturn Forecast as at 14 August 2015 (Period 5)

Subjective Analysis	Projected Outturn			
	Full Year Budget £	Projected Outturn Spend £	Variance (Over) / Under £	Variance (Over) / Under %
Employee Costs	19,076,000	19,050,000	26,000	0.14%
Property Costs	904,000	913,000	(9,000)	(1.00%)
Supplies & Services	2,470,000	2,674,000	(204,000)	(8.26%)
Transport Costs	158,000	251,000	(93,000)	(58.86%)
Third Party Payments	33,143,000	33,487,000	(344,000)	(1.04%)
Support Services	2,569,000	2,563,000	6,000	0.23%
Income	(11,102,000)	(11,736,000)	634,000	(5.71%)
Net Expenditure	47,218,000	47,202,000	16,000	0.03%

Objective Analysis	Projected Outturn			
	Full Year Budget £	Projected Outturn Spend £	Variance (Over) / Under £	Variance (Over) / Under %
Children & Families	8,071,000	7,780,000	291,000	3.61%
Older People	21,476,000	21,796,000	(320,000)	(1.49%)
Physical / Sensory Disability	3,293,000	3,291,000	2,000	0.06%
Learning Disability	6,541,000	6,450,000	91,000	1.39%
Mental Health	1,662,000	1,730,000	(68,000)	(4.09%)
Addictions / Substance Misuse	274,000	278,000	(4,000)	(1.46%)
Criminal Justice	18,000	27,000	(9,000)	(50.00%)
Service Strategy	228,000	139,000	89,000	39.04%
Support Service & Management	5,655,000	5,711,000	(56,000)	(0.99%)
Net Expenditure	47,218,000	47,202,000	16,000	0.03%

East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16

NHS Monitoring Report

Projected Outturn Forecast as at 14 August 2015 (Period 5)

Subjective Analysis	Projected Outturn			
	Full Year Budget £	Projected Outturn Spend £	Variance (Over) / Under £	Variance (Over) / Under %
Employee Costs	17,797,000	17,655,000	142,000	0.80%
Non-pay Expenditure	43,263,000	43,405,000	(142,000)	(0.33%)
Resource Transfer	5,816,000	5,816,000	-	-
Income	(3,601,000)	(3,601,000)	-	-
Net Expenditure	63,275,000	63,275,000	-	0.00%

Objective Analysis	Projected Outturn			
	Full Year Budget £	Projected Outturn Spend £	Variance (Over) / Under £	Variance (Over) / Under %
Childrens Services	1,596,000	1,604,000	(8,000)	(0.50%)
Adult Community Services	3,210,000	3,166,000	44,000	1.37%
Learning Disability - Community	112,000	124,000	(12,000)	(10.71%)
Learning Disability - Inpatients	10,862,000	10,862,000	-	-
Mental Health - Community	1,566,000	1,522,000	44,000	2.81%
Mental Health - Older Adults	624,000	594,000	30,000	4.81%
Family Health Services	21,158,000	21,158,000	-	-
Prescribing	14,618,000	14,618,000	-	-
Addictions	795,000	778,000	17,000	2.14%
Planning & Health Improvement	597,000	567,000	30,000	5.03%
Change Fund	1,448,000	1,448,000	-	-
Management & Admin	1,178,000	1,325,000	(147,000)	(12.48%)
Resource Transfer	5,511,000	5,509,000	2,000	-
Net Expenditure	63,275,000	63,275,000	-	0.00%

**East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16
Consolidated Monitoring Report
Year To Date Position as at 14 August 2015, Period 5**

Objective Analysis	Year To Date				
	Budget £	Actual £	Variance (Over) / Under £	Variance (Over) / Under %	
Children & Families	3,651,000	2,833,000	818,000	22.40%	
Older Peoples Services	10,211,000	7,067,000	3,144,000	30.79%	Note 2
Physical / Sensory Disability	1,272,000	1,173,000	99,000	7.78%	
Learning Disability - Community	3,585,000	2,289,000	1,296,000	36.15%	Note 2
Learning Disability - Inpatients	4,524,000	4,524,000	-	0.00%	Note 1
Mental Health	1,696,000	1,424,000	272,000	16.04%	
Addictions / Substance Misuse	588,000	514,000	74,000	12.59%	
Family Health Services	8,523,000	8,523,000	0	0.00%	
Prescribing	6,077,000	6,077,000	0	0.00%	
Criminal Justice	16,000	79,000	(63,000)	(393.75%)	
Planning & Health Improvement	219,000	189,000	30,000	13.70%	
Management & Admin	1,837,000	1,609,000	228,000	12.41%	
Net Expenditure	42,199,000	36,301,000	5,898,000	13.98%	

Notes;

1. As highlighted within the report at paragraph 5 an underlying overspend of £38,000 as at Period 5 has been eliminated on the basis that non recurring bridging finance is available in 2015/16.

2. As highlighted in the report at paragraph 12 the year to date variance highlights a difference in the pro-giling of the budget as compared to the actual payment profile in respect of purchased care packages (£2.639m). In addition a delay has been experienced in processing of payments for purchased care packages (£2.990m).

East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16
 Council Monitoring Report
 Year To Date Position as at 14 August 2015, Period 5

Subjective Analysis	Year To Date			
	Budget £	Actual £	Variance (Over) / Under £	Variance (Over) / Under %
Employee Costs	6,302,000	6,127,000	175,000	2.78%
Property Costs	333,000	240,000	93,000	27.93%
Supplies & Services	875,000	137,000	738,000	84.34%
Transport Costs	61,000	84,000	(23,000)	-37.70%
Third Party Payments	12,812,000	7,704,000	5,108,000	39.87%
Support Services	6,000	4,000	2,000	33.33%
Income	(3,840,000)	(3,645,000)	(195,000)	5.08%
Net Expenditure	16,549,000	10,651,000	5,898,000	35.64%

Objective Analysis	Year To Date				
	Budget £	Actual £	Variance (Over) / Under £	Variance (Over) / Under %	
Children & Families	2,954,000	2,128,000	826,000	27.96%	
Older People	8,228,000	5,128,000	3,100,000	37.68%	Note 1
Physical / Sensory Disability	1,178,000	1,079,000	99,000	8.40%	
Learning Disability	2,358,000	1,050,000	1,308,000	55.47%	Note 1
Mental Health	574,000	376,000	198,000	34.49%	
Addictions / Substance Misuse	59,000	2,000	57,000	96.61%	
Criminal Justice	16,000	79,000	(63,000)	(393.75%)	
Service Strategy	963,000	625,000	338,000	35.10%	
Support Service & Management	219,000	184,000	35,000	15.98%	
Net Expenditure	16,549,000	10,651,000	5,898,000	35.64%	

Notes;

1. As highlighted in the report at paragraph 12 the year to date variance highlights a difference in the progliling of the budget as compared to the actual payment profile in respect of purchased care packages (£2.639m). In addition a delay has been experienced in processing of payments for purchased care packages (£2.990m).

East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16

NHS Monitoring Report

Year To Date Position as at 14 August 2015, Period 5

Subjective Analysis	Year to Date			
	Budget £	Actual £	Variance (Over) / Under £	Variance (Over) / Under %
Employee Costs	7,544,000	7,402,000	142,000	1.88%
Non-pay Expenditure	17,234,000	17,376,000	(142,000)	(0.82%)
Resource Transfer	2,424,000	2,424,000	-	-
Income	(1,552,000)	(1,552,000)	-	-
Net Expenditure	25,650,000	25,650,000	-	0.00%

Objective Analysis	Year to Date			
	Budget £	Actual £	Variance (Over) / Under £	Variance (Over) / Under %
Childrens Services	663,000	671,000	(8,000)	(1.21%)
Adult Community Services	1,470,000	1,426,000	44,000	2.99%
Physical Disability	-	-	-	(0.00%)
Learning Disability - Community	47,000	59,000	(12,000)	(25.53%)
Learning Disability - Inpatients	4,524,000	4,524,000	-	(0.00%)
Mental Health - Community	642,000	598,000	44,000	6.85%
Mental Health - Older Adults	260,000	230,000	30,000	11.54%
Family Health Services	8,523,000	8,523,000	-	-
Prescribing	6,077,000	6,077,000	-	-
Addictions	328,000	311,000	17,000	5.18%
Planning & Health Improvement	219,000	189,000	30,000	13.70%
Change Fund	110,000	110,000	-	-
Management & Admin	490,000	637,000	(147,000)	(30.00%)
Resource Transfer	2,297,000	2,295,000	2,000	-
Net Expenditure	25,650,000	25,650,000	-	(0.00%)

Note 1

Notes;

1. As highlighted within the report at paragraph 5 an underlying overspend of £38,000 as at Period 5 has been eliminated on the basis that non recurring bridging finance is available in 2015/16.