



Meeting of East Renfrewshire Health and Social Care Partnership	Integration Joint Board
Held on	25 November 2015
Agenda Item	10
Title	Revenue Budget Monitoring Report 2015/16, as at Period 7 to 9 October 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"/> Staffing <input type="checkbox"/> Property <input type="checkbox"/> IT <input type="checkbox"/> Efficient Government </p>	

EAST RENFREWSHIRE HEALTH AND SOCIAL CARE PARTNERSHIP

INTEGRATION JOINT BOARD

25 November 2015

Report by 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 under spend of £0.089m, against a full year budget of £110.352M (0.08%).
5. The consolidated budget has reduced by £0.141M from that previously reported, reflecting additional Scottish Government funding in respect of Self Directed Support (£0.150m) in conjunction with non recurring funding for the Child Healthy Weight Cooking Initiative (£0.009M), as detailed at Appendix E.
6. As previously reported the 2015/16 budget now includes £10.862m in regards the Learning Disability Inpatient Services budget for NHSGCC. This includes an initial projected full year overspend of £0.133m, which 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.
7. The projected outturn for the Council includes anticipated future commitments to 31 March 2016 and will be reviewed on a prudent basis throughout the remainder of the financial year.
8. The current projection makes no provision in respect of a potential non recurring recovery of costs, incurred by the Council in regards child care, pending conclusion of a legal settlement. This funding will be accounted for and recognised upon receipt.
9. The individual elements of the HSCP position are detailed in Appendices B & C, reporting the position for the Council and NHS respectively.

10. Children & Families - The projected outturn position reports an underspend of £0.120m, remaining primarily due to an underspend in residential placements. In addition favourable variances in payroll and other budget areas have contributed to the projected under spend. The projection takes full account of the implementation of Kinship Care Allowances, with effect from 1 October 2015, with the projected cost of £0.109m being partially offset by additional Scottish Government funding of £0.062m.

11. Older People - The Council is currently reviewing the classification of individual care packages across older people, learning disability and physical disability as part of the preparation of cost centre budgets for these client groups.

The projected outturn position for older people reports an under spend of £0.077m, being largely due to a favourable variance within the NHS due to payroll variances. The projected overspend of £0.045m identified by the Council remains primarily due to agency costs in respect of Bonnyton House in order to maintain statutory staffing ratios. In addition, as previously reported an under recovery of income in respect of home helps, housing support and Bonnyton has been identified.

12. Learning Disability-Community - The projected outturn position reports an under spend of £0.024m reflecting the current trend in demand for learning disability care packages. As highlighted above at paragraph 11 the classification of individual care packages is currently being reviewed.

13. Physical & Sensory Disability - The projected outturn position reports an overspend of £0.069m reflecting the current trend for such packages. As highlighted above at paragraph 11 the classification of individual care packages is currently being reviewed.

14. Addictions - The projected outturn position reports an under spend of £0.070m due to favourable payroll variances.

15. Criminal Justice - The projected outturn position highlights an overspend of £0.033m due to adverse payroll variances.

16. Mental Health - The projected outturn highlights an underspend of £0.259m within the NHS reflecting favourable payroll variances.

17. Management & Admin and Health Improvement - The projected outturn position reports an overspend of £0.352m, and is primarily due to unallocated NHS savings of £0.536m held within the budget for accommodation costs; work is currently being undertaken to identify options for allocation of these savings within the 2015/16 budget for the NHS. The projected position within the NHS is partially offset by savings on service and strategy and management costs within the Council.

18. Prescribing - The projected outturn position reflects an over spend of £0.054M as at 30 September based on dispensing costs to 31 July 2015. However under the terms of the risk sharing arrangement the over spend has been adjusted to reflect a cost neutral position within the current projected outturn.

19. The year to date position is as detailed at Appendix D and reflects an under spend of £4.264m. As previously reported a delay in the processing of invoices has arisen in conjunction with variances in respect of funding carried forward from 2014/5. These variances are regarded as temporary and are expected to be eliminated by the end of the financial year.

FINANCE AND EFFICIENCY

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

CONSULTATION

21. 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.
22. It is the intention of the Chief Financial Officer to develop a more detailed reporting format during the remainder of 2015/16.

PARTNERSHIP WORKING

23. 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 of the Board, once established.

IMPLICATIONS

24. The report reflects a projected underspend of £0.089m for the year to 31st March 2016.

CONCLUSIONS

25. Appendix A reports a projected £0.089m underspend for the year to 31st March 2016 on the consolidated revenue budget.

RECOMMENDATIONS

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

REPORT AUTHOR

HSCP Chief Officer : Julie Murray

Ian Arnott, Finance Business Partner

ian.arnott@eastrenfrewshire.gov.uk

0141 577 6108

4 November 2015

BACKGROUND PAPERS

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

[Revenue Monitoring Report, CHCP Committee, 7th October 2015](#)

KEY WORDS

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

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 9 October 2015 (Period 7)**

Objective Analysis	Projected Outturn			
	Full Year Budget £	Projected Outturn Spend £	Variance (Over) / Under £	Variance (Over) / Under %
Children & Families	9,684,000	9,564,000	120,000	1.24%
Older Peoples Services	27,284,000	27,207,000	77,000	0.28%
Physical / Sensory Disability	3,479,000	3,548,000	(69,000)	(1.98%)
Learning Disability - Community	9,496,000	9,472,000	24,000	-(0.25%)
Learning Disability - Inpatients	10,862,000	10,862,000	-	0.00%
Mental Health	4,371,000	4,119,000	252,000	5.77%
Addictions / Substance Misuse	1,535,000	1,465,000	70,000	4.56%
Family Health Services	21,159,000	21,159,000	-	0.00%
Prescribing	14,618,000	14,618,000	-	0.00%
Criminal Justice	18,000	51,000	(33,000)	(183.33%)
Planning & Health Improvement	606,000	530,000	76,000	12.54%
Management & Admin	7,240,000	7,668,000	(428,000)	(5.91%)
Net Expenditure	110,352,000	110,263,000	89,000	0.08%

Note ; Resource Transfer has been re allocated across client groups at the consolidated level.

East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16

Council Monitoring Report

Projected Outturn Forecast as at 9 October 2015 (Period 7)

Subjective Analysis	Projected Outturn			
	Full Year Budget £	Projected Outturn Spend £	Variance (Over) / Under £	Variance (Over) / Under %
Employee Costs	19,444,000	19,214,000	230,000	1.18%
Property Costs	904,000	915,000	(11,000)	(1.22%)
Supplies & Services	2,560,000	2,947,000	(387,000)	(15.12%)
Transport Costs	173,000	247,000	(74,000)	(42.77%)
Third Party Payments	33,264,000	33,130,000	134,000	0.40%
Support Services	2,569,000	2,564,000	5,000	0.19%
Income	(11,845,000)	(12,037,000)	192,000	(1.62%)
Net Expenditure	47,069,000	46,980,000	89,000	0.19%

Objective Analysis	Projected Outturn			
	Full Year Budget £	Projected Outturn Spend £	Variance (Over) / Under £	Variance (Over) / Under %
Children & Families	8,008,000	7,872,000	136,000	1.70%
Older People	21,660,000	21,705,000	(45,000)	-0.21%
Physical / Sensory Disability	3,254,000	3,323,000	(69,000)	(2.12%)
Learning Disability	6,552,000	6,499,000	53,000	-(0.81%)
Mental Health	1,654,000	1,661,000	(7,000)	(0.42%)
Addictions / Substance Misuse	258,000	229,000	29,000	11.24%
Criminal Justice	18,000	51,000	(33,000)	(183.33%)
Service Strategy	208,000	123,000	85,000	40.87%
Support Service & Management	5,457,000	5,517,000	(60,000)	(1.10%)
Net Expenditure	47,069,000	46,980,000	89,000	0.19%

East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16

NHS Monitoring Report

Projected Outturn Forecast as at 9 October 2015 (Period 7)

Subjective Analysis	Projected Outturn			
	Full Year Budget £	Projected Outturn Spend £	Variance (Over) / Under £	Variance (Over) / Under %
Employee Costs	17,827,000	17,556,000	271,000	1.52%
Non-pay Expenditure	43,239,000	43,510,000	(271,000)	(0.63%)
Resource Transfer	5,511,000	5,511,000	-	-
Income	(3,294,000)	(3,294,000)	-	-
Net Expenditure	63,283,000	63,283,000	-	0.00%

Objective Analysis	Projected Outturn			
	Full Year Budget £	Projected Outturn Spend £	Variance (Over) / Under £	Variance (Over) / Under %
Childrens Services	1,596,000	1,612,000	(16,000)	(1.00%)
Adult Community Services	3,209,000	3,088,000	121,000	3.77%
Learning Disability - Community	112,000	141,000	(29,000)	(25.89%)
Learning Disability - Inpatients	10,862,000	10,862,000	-	0.00%
Mental Health - Community	1,566,000	1,407,000	159,000	10.15%
Mental Health - Older Adults	624,000	524,000	100,000	16.03%
Family Health Services	21,159,000	21,159,000	-	0.00%
Prescribing	14,618,000	14,618,000	-	0.00%
Addictions	794,000	753,000	41,000	5.16%
Planning & Health Improvement	606,000	530,000	76,000	12.54%
Change Fund	1,448,000	1,448,000	-	0.00%
Management & Admin	1,178,000	1,630,000	(452,000)	(38.37%)
Resource Transfer	5,511,000	5,511,000	-	0.00%
Net Expenditure	63,283,000	63,283,000	-	0.00%

Note ; Resource Transfer relates to ;

Service Strategy	£	189,000
Childrens Services	£	80,000
Older People	£	966,000
Physical Disability	£	225,000
Addictions	£	483,000
Learning Disability	£	2,833,000
Mental Health	£	527,000
Support Service & Mgt	£	208,000
	£	5,511,000

**East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16
Consolidated Monitoring Report
Year To Date Position as at 9 October 2015, Period 7**

Objective Analysis	Year To Date				
	Budget £	Actual £	Variance (Over) / Under £	Variance (Over) / Under %	
Children & Families	4,819,000	4,184,000	635,000	13.18%	
Older Peoples Services	13,085,000	10,784,000	2,301,000	17.59%	Note 2
Physical / Sensory Disability	1,727,000	1,736,000	(9,000)	(0.52%)	
Learning Disability - Community	3,934,000	3,211,000	723,000	18.38%	Note 2
Learning Disability - Inpatients	5,463,000	5,463,000	-	0.00%	Note 1
Mental Health	2,114,000	1,852,000	262,000	12.39%	
Addictions / Substance Misuse	723,000	590,000	133,000	18.40%	
Family Health Services	10,277,000	10,277,000	-	0.00%	
Prescribing	7,308,000	7,308,000	-	0.00%	
Criminal Justice	128,000	65,000	63,000	49.22%	
Planning & Health Improvement	262,000	224,000	38,000	14.50%	
Management & Admin	2,323,000	2,205,000	118,000	5.08%	
Net Expenditure	52,163,000	47,899,000	4,264,000	8.17%	

Notes;

1. As highlighted within the report at paragraph 6 an underlying overspend of £133,000 has been eliminated on the basis that non recurring bridging finance is available in 2015/16.
2. As highlighted in the report at paragraph 17 the year to date variance highlights a delay in the processing of invoice payments in conjunction with funding carried forward from 2014/15.

East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16
 Council Monitoring Report
 Year To Date Position as at 9 October 2015, Period 7

Subjective Analysis	Year To Date			
	Budget £	Actual £	Variance (Over) / Under £	Variance (Over) / Under %
Employee Costs	9,392,000	8,894,000	498,000	5.30%
Property Costs	383,000	302,000	81,000	21.15%
Supplies & Services	1,230,000	646,000	584,000	47.48%
Transport Costs	93,000	117,000	(24,000)	(25.81%)
Third Party Payments	15,633,000	12,541,000	3,092,000	19.78%
Support Services	8,000	5,000	3,000	37.50%
Income	(5,333,000)	(5,363,000)	30,000	(0.56%)
Net Expenditure	21,406,000	17,142,000	4,264,000	19.92%

Objective Analysis	Year To Date				
	Budget £	Actual £	Variance (Over) / Under £	Variance (Over) / Under %	
Children & Families	3,985,000	3,342,000	643,000	16.14%	
Older People	10,781,000	8,541,000	2,240,000	20.78%	Note 1
Physical / Sensory Disability	1,614,000	1,623,000	(9,000)	-0.56%	
Learning Disability	2,462,000	1,725,000	737,000	29.94%	Note 1
Mental Health	750,000	617,000	133,000	17.73%	
Addictions / Substance Misuse	88,000	(25,000)	113,000	128.41%	
Criminal Justice	128,000	65,000	63,000	49.22%	
Service Strategy	385,000	312,000	73,000	18.96%	
Support Service & Management	1,213,000	942,000	271,000	22.34%	
Net Expenditure	21,406,000	17,142,000	4,264,000	19.92%	

Notes;

1. As highlighted in the report at paragraph 17 the year to date variance highlights a delay in the processing of invoice payments in conjunction with funding carried forward from 2014/15.

East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16

NHS Monitoring Report

Year To Date Position as at 9 October 2015, Period 7

Subjective Analysis	Year to Date			
	Budget £	Actual £	Variance (Over) / Under £	Variance (Over) / Under %
Employee Costs	8,986,000	8,851,000	135,000	1.50%
Non-pay Expenditure	20,720,000	20,855,000	(135,000)	(0.65%)
Resource Transfer	2,909,000	2,909,000	-	-
Income	(1,858,000)	(1,858,000)	-	-
Net Expenditure	30,757,000	30,757,000	-	0.00%

Objective Analysis	Year to Date			
	Budget £	Actual £	Variance (Over) / Under £	Variance (Over) / Under %
Childrens Services	794,000	802,000	(8,000)	(1.01%)
Adult Community Services	1,677,000	1,617,000	60,000	3.58%
Learning Disability - Community	56,000	70,000	(14,000)	(25.53%)
Learning Disability - Inpatients	5,463,000	5,463,000	-	(0.00%)
Mental Health - Community	789,000	710,000	79,000	10.01%
Mental Health - Older Adults	311,000	261,000	50,000	16.08%
Family Health Services	10,277,000	10,277,000	-	0.00%
Prescribing	7,308,000	7,308,000	-	0.00%
Addictions	393,000	372,000	21,000	5.34%
Planning & Health Improvement	262,000	224,000	38,000	14.50%
Change Fund	144,000	144,000	-	0.00%
Management & Admin	525,000	753,000	(228,000)	(25.53%)
Resource Transfer	2,758,000	2,756,000	2,000	0.07%
Net Expenditure	30,757,000	30,757,000	-	(0.00%)

Note 1

Notes;

1. As highlighted within the report at paragraph 6 an underlying overspend of £133,000 has been eliminated on the basis that non recurring bridging finance is available in 2015/16.

East Renfrewshire CHCP - Revenue Budget Monitoring 2015/16
 Consolidated Budget Movement
 Draft Year End Position to 31st March 2016

Appendix E

	Full Year			
	Annual Budget P5 £	Annual Budget P7 £	Movement (increase)/ reduction £	Movement (increase)/ reduction) %
NHS Greater Glasgow & Clyde	63,275,000	63,283,920	(8,920)	(0.01%)
East Renfrewshire Council	47,218,340	47,068,340	150,000	0.32%
Net Expenditure	110,493,340	110,352,260	141,080	0.13%
Being ;				
NHS Greater Glasgow & Clyde -			(8,920)	
Non Recurring Funding - Child Healthy Weight Cooking Initiative				
East Renfrewshire Council -				
Additional S Government monies -Self Directed Support			150,000	
Net Expenditure			141,080	