
Report To: Inverclyde Integration Joint Board **Date:** 16 September 2016

Report By: Brian Moore
Corporate Director, (Chief Officer)
Inverclyde Health & Social Care Partnership **Report No:** IJB/53/2016/LA

Contact Officer: Lesley Aird **Contact No:** 01475 715381

Subject: INVERCLYDE IJB BUDGET 2016/17 AND DUE DILIGENCE REPORT

1.0 PURPOSE

- 1.1 The purpose of this report is to set a formal budget for the Inverclyde Integration Joint Board (IJB) for 2016/17 to spend the budget in line with the Strategic Plan and agree the Annual Financial Statement for the Inverclyde IJB.

2.0 SUMMARY

- 2.1 The IJB received a report at its 20 June meeting outlining the interim budget position. The budget could not be finalised at that time due to the Health Board budget not yet being approved. The Council budget was agreed on 10 March 2016, the Health Board budget for 2016/17 was subsequently agreed on 28 June 2016.
- 2.2 Following the agreement of the Health Board Budget and Health Board funding for the IJB for 2016/17, including Inverclyde's share of the "set aside budget", and the Council's agreement of an approach to implement the Living Wage, the IJB is asked to consider and approve the enclosed IJB budget. The main aspects of the budget and the planned use of SCF are summarised in this paper, full details of which are enclosed in Appendices 1 to 7.
- 2.3 Appendix 8 of the report provides updated Directions to the Health Board and Council tying back to the enclosed budget papers.
- 2.4 The paper also outlines initial proposals for the use of the £4.449m Social Care Funding in 2016/17 and 2017/18.
- 2.5 As part of accepting this initial year of funding, a follow up due diligence exercise has been carried out to review the funding from each partner in line with the expected spend and requirements of the strategic plan, the main findings of which are detailed within this report. While overall the budget is higher than in previous years, the cost pressures related to this budget growth are significant. In addition there is an historic unfunded budget pressure of £1m around Mental Health in patients. This cost has continued in 2016/17 and an action plan has been developed to address this going forward.
- 2.6 The IJB is required to agree an Annual Financial Statement based on the agreed budget and future year planning assumptions as agreed with our Funding Partners.

Since neither Funding Partner has had their future year funding allocations confirmed by the Scottish Government at this time the figures for 2017/18 and 2018/19 are purely indicative at this stage.

3.0 RECOMMENDATIONS

3.1 It is recommended that the Integration Joint Board:

1. Notes the contents of this report and due diligence work undertaken;
2. Agrees net revenue budgets of £51.375m to Inverclyde Council and £72.878m, excluding the “set aside” budget to NHS Greater Glasgow and Clyde and direct that this funding is spent in line with the Strategic Plan;
3. Authorises officers to issue the revised Directions to the Health Board and Council;
4. Agrees the proposed use of the £4.449m Social Care Funding for 2016/17;
5. Agrees a “set aside” budget of £16.439m;
6. Notes the capital budget of £1.658m in 2016/17;
7. Notes the position on Earmarked Reserves; and
8. Approves the enclosed Annual Financial Statement covering the three years of the Strategic Plan 2016/17 to 2018/19.

Brian Moore
Corporate Director, (Chief Officer)
Inverclyde HSCP

Lesley Aird
Chief Financial Officer

4.0 BACKGROUND

- 4.1 From 1 April 2016 the Health Board and Council have delegated functions and are making payments to the IJB in respect of those functions as set out in the integration scheme. The Health Board has also “set aside” an amount in respect of large hospital functions covered by the integration scheme.
- 4.2 The IJB makes decisions on integrated services based on the strategic plan and the budget delegated to it. Now that the resources to be delegated have been determined, the IJB can finalise its 2016/17 budget and publish its Annual Financial Statement, copy enclosed at Appendix 9, setting out the total resources included in each year of the Strategic Plan and give direction and make payment where relevant to the Health Board and Local Authority for delivery of the services in line with the Strategic Plan.

5.0 REVENUE FUNDING ALLOCATION FROM INVERCLYDE COUNCIL AND PROPOSED BUDGET FOR SOCIAL CARE FOR 2016/17

- 5.1 On 10 March 2016, the Council agreed its budget for 2016/17. Included within this, the Council agreed £48.815m to be designated as the Council's contribution to the IJB in line with the Integration Scheme. The estimated cost in 2016/17 of providing these services is £51.375m. The balance of £2.560m is to be funded from the Social Care Fund (SCF), the £250m additional funding from Scottish Government. See section 7 of the report for further detail on the SCF.
- 5.2 When the Council originally set its budget, it agreed that £1.269m of costs should be funded by the IJB from its share of the £4.449m SCF as a contribution toward social care pressures.
- 5.3 The proposed budget for Social Care services and confirmed Inverclyde funding is detailed in Appendix 2. The expenditure budget includes £1.936m of additional budgeted spend in respect of:
- Older People demand pressures;
 - Additional Kinship Care funding;
 - Salary and other inflation uplifts;
 - Impact of the Living Wage, and
 - Other cost pressures.

£1.043m of savings previously considered and agreed by the Council including:

- Service redesign to reduce costs in some areas;
- Increased staff turnover targets;
- 2% top slice on some discretionary spend budgets, and
- Targeted Income growth.

The savings are detailed in Appendix 4 of this report.

Proposals relating to the spend of the Inverclyde share of the £250m Social Care Fund (SCF), are outlined in section 7 below, £1.536m of the 2016/17 SCF remains unallocated at this time.

- 5.4 Progress in respect of savings delivery has been good. At the end of July 2016 89% or £0.935m of the £1.047m savings target had already been achieved with the remainder expected to be delivered during the remainder of 2016/17.
- 5.5 The services within the Strategic Plan reflect the budget delegated by the Council. The net budget direction to the Council may be updated during the year.

6.0 REVENUE FUNDING ALLOCATION FROM GREATER GLASGOW & CLYDE (GG&C) HEALTH BOARD AND PROPOSED BUDGET FOR HEALTH FOR

2016/17

- 6.1 The Health Board formally approved its budget and Local Development Plan for 2016/17 on 28 June 2016.
- 6.2 The Health Board identified the need to deliver cash releasing savings of £69m in 2016/17, of this £10m is still unidentified and may be allocated as an additional savings target across all Health Board services.
- 6.3 The proposed budget for Health services and confirmed Health Board funding for Inverclyde is detailed in Appendix 3. This includes £0.392m of additional funding in respect of:
- Salary, prescribing and other inflation uplifts;
 - Other cost pressures,
 - Partially offset by budget realignments of non-recurring funding.

For Inverclyde the total savings target is £0.911m, £0.324m of which has already been identified to be delivered through:

- Workforce savings through removal of vacancies and other initiatives.
- Savings within the Alcohol & Drug Partnership as part of a GG&C wide initiative.
- Savings within Public Health Improvement and Health Visiting as part of GG&C wide initiatives.

Savings proposals identified to date are detailed in Appendix 5.

- 6.4 The Health Board agreed a “set aside” budget for large hospital services of which Inverclyde’s share is £16.439m.

7.0 PROPOSED USE OF THE SOCIAL CARE FUNDING (SCF)

- 7.1 The Social Care Fund is funding provided by Scottish Government from 2016/17, paid through Health Boards, to support the development of IJBs and specifically make progress on charging thresholds for all non-residential services, to address poverty and introduce the living wage for all social care workers as a key step to improving the quality of social care. Inverclyde is receiving £4.449m in respect of this fund.
- 7.2 The Social Care Fund has been allocated by the Scottish Government as follows:

Demand Growth/Charging/Additionality

- “£125 million is provided to support additional spend on social care to support the objectives of integration, including through making progress on charging thresholds for all non-residential services to address poverty. **This additionality also reflects the need to accommodate growth in demand for services as a consequence of demographic change.**”

For Inverclyde this equates to £2.224m for 2016/17.

Living Wage/Other Cost Pressures

- “£125 million is provided to help meet the range of cost pressures local authorities need to address in order to deliver effective health and social care services, including to offset the reduction to council budgets and the joint aspiration to make progress towards the living wage. The allocation of this resource will enable councils to ensure that all social care workers are paid £8.25 an hour by 1 October. This assumes that private and third sector providers will meet their share of the costs.”

For Inverclyde this equates to £2.225m for 2016/17.

7.3 One of the most significant cost pressures the SCF is designed to support was implementation of the Living Wage. The table below shows the anticipated costs in 2016/17 and 2017/18 of implementing this for Inverclyde.

Additional Costs	2016/17	2017/18
Additional budget pressure to meet fee increases agreed for NCHC	£0.494m	£0.747m
Cost of supporting Providers to pay the SLW from 1 October 2016 based on Option 1 above	£0.293m	£0.586m
Additional budget pressure to support Providers to meet requirement in relation to sleepovers	£0.278m	£0.278m
TOTAL Estimated Costs	£1.065m	£1.611m

7.4 It is proposed that the £4.449m of SCF which Inverclyde has been allocated is used as follows for 2016/17 and 2017/18:

Proposed use of the Social Care Fund	PROPOSED SAVINGS	
	2016/17 £m	2017/18 £m
Demand Growth/Charging/Additionality		
Social Care demand growth and other pressures the Council agreed would funded through SCF	1.269	1.269
Charging Thresholds on non residential services	0.110	0.110
Dementia Strategy	0.115	0.115
TOTAL Demand Growth/Charging/Additionality	1.494	1.494
Living Wage/Other Cost Pressures		
Living Wage, including NCHC inflation and sleepover rate changes	1.065	1.611
IJB Specific costs eg SLA for Audit and Legal Services and External Audit Fee	0.051	0.051
John Street costs (one off 2016/17 only)	0.303	0.000
TOTAL Living Wage/Other Cost Pressures	1.419	1.662
TOTAL PROPOSED SCF SPEND	2.913	3.156
TOTAL SCF FUNDING	4.449	4.449
TOTAL Balance of funds currently proposed to c/fwd to Earmarked Reserves	1.536	1.293

Further proposals will be brought to the November IJB regarding the proposed use of the balance of funds in each year. Any funds not allocated in year will be carried forward in Earmarked Reserves.

8.0 CAPITAL BUDGET

8.1 The IJB has no capital budget. The assets used by the IJB and related capital

budgets are held by the Council and Health Board. Appendix 6 contains the proposed capital budget and specific projects it relates to for IJB related activities for 2016/17, totalling £1.658m for 2016/17, £3.445m in total. The IJB is asked to note this capital budget.

9.0 EARMARKED RESERVES

9.1 The Council had identified £2.584m of Earmarked Reserves to be carried in to 2016/17 in respect of Health and Social Care functions. These are detailed in Appendix 7. The Council's Policy and Resources Committee will consider a proposal to transfer these reserves to the IJB at its September meeting. The IJB is asked to note the Earmarked Reserves position at this stage.

10.0 DUE DILIGENCE

10.1 Due diligence was previously carried out on the 2015/16 budget allocations and reported to the IJB in August 2015. A follow up due diligence review has been carried out on the 2016/17 proposals.

10.2 The due diligence process relates to the Partnership's revenue budget for NHS Primary Care and Social Work services. The IJB and prior to that the CHCP received regular reports outlining the aligned financial position of the Partnership since 2010. The table below shows the year end position for both the NHS and the Council for financial years 2013/14 to 2015/16:

	Budget £'000	Outturn £'000	Over/(Under) £'000
2013/14			
Social Work	47,993	47,932	(61)
NHS	71,113	71,094	(19)
Total	119,106	119,026	(80)
2014/15			
Social Work	49,037	48,755	(282)
NHS	73,883	73,877	(6)
Total	122,920	112,632	(288)
2015/16			
Social Work	49,787	49,336	(451)
NHS	73,397	73,407	10
Total	123,184	122,743	(441)

10.3 The total annual net revenue budget for 2016/17 is £126.142m. It should be noted that the Social Work budget is net of external funding for Criminal Justice and Prison Services. The net revenue budget is comprised as follows:

PARTNERSHIP FUNDING/SPEND ANALYSIS	Proposed Budget 2016/17 £000
Share of £250m funding for 2016/17	4,449
NHS Contribution to the IJB	72,878
Council Contribution to the IJB	48,815
HSCP NET INCOME	126,142
NHS Expenditure on behalf of the IJB	72,878

Council Expenditure on behalf of the IJB	51,375
Unallocated Funds	1,889
HSCP NET EXPENDITURE	126,142

HSCP SURPLUS/(DEFICIT)	(0)
-------------------------------	------------

10.4 The annual budget is identified by service area:

OBJECTIVE ANALYSIS	Proposed Budget 2016/17 £000
Planning, Health Improvement & Commissioning	2,379
Older Persons	23,243
Learning Disabilities	7,261
Mental Health – Communities	4,565
Mental Health - Inpatient Services	8,230
Children & Families	13,406
Physical & Sensory	2,227
Addiction / Substance Misuse	2,841
Assessment & Care Management / Health & Community Care	5,822
Support / Management / Admin	4,185
Criminal Justice / Prison Service	0
Homelessness	806
Family Health Services	21,060
Prescribing	17,989
Resource Transfer	9,360
Change Fund	1,467
Contribution to Reserves	0
Unidentified Savings	(587)
Unallocated Funds	1,889
HSCP NET EXPENDITURE	126,142

10.5 Set Aside

The IJB has delegated responsibility for the strategic planning and commissioning of a range of in scope hospital based services for unscheduled care. The budget for Set Aside services for Inverclyde for 2016/17 is £16.439m as confirmed by NHS GG&C.

10.6 The services within the scope of the Set Aside budgets for the HSCP are:

- Accident and emergency provided in a hospital
- Inpatient hospital services relating to the following specialties
 - General medicine
 - Geriatric medicine
 - Rehabilitation medicine
 - Respiratory medicine
 - Psychiatry of learning disabilities
 - Psychiatry for older people
- Palliative care services provided in a hospital
- Services provided in a hospital in relation to an addiction or dependence on any substance

- Mental health services and services provided by GPs provided in a hospital except secure forensic mental health services

10.7	Set Aside Budgets	Budget £'000	Outturn £'000	Over/(Under) £'000
	2014/15	16,115	16,115	0
	2015/16	16,276	16,276	0

2014/15 was the first year that set aside was in place for. The budgets and outturns are notional figures provided by NHS GG&C.

10.8 Key issues identified through Due Diligence:

- While the overall budget has grown in cash terms by £2.958m in 2016/17, this is linked to the additional costs around pay inflation, the implementation of the Living Wage, changes to Charging thresholds and service demand growth. In real terms services are still required to make savings and increase efficiency.
- Funding has not been increased for Mental Health inpatients which outturned £1m over budget in 2015/16, this was funded by short term reductions in other budgets. This area continues to experience similar cost pressures in 2016/17, mainly due to the level of Special Observations which is not a separately funded element of the service. An action plan has been developed by the service to address this overspend going forward, although at this time this remains a key risk area for the IJB.
- The prescribing budget is currently showing a significant NHS Board wide overspend, it is unlikely that a yearend breakeven position will be achievable. NHS GG&C maintains a risk sharing arrangement not to pass any overspends to HSCPs however this is dependent on the NHS Board's financial position so may change in future years.
- The 2016/17 budget includes £0.911m of Health savings, which have not yet been formally agreed or implemented. Work has been ongoing throughout the year to develop proposals in relation to these savings. Appendix 5 details the proposals relating to the initial tranche of savings valued at £0.324m which were part of the original Interim budget proposal. Planning sessions have taken place with senior managers to identify further proposals to cover the remaining £0.587m which will be presented at a future IJB meeting. It is anticipated that the Health savings will be delivered in full by April 2017, although there will be a requirement for some non recurring funding in 2016/17, circa £0.661m, to cover the timing variance of in year delivery. Discussions are ongoing with Health Board colleagues to confirm this.

11.0 ANNUAL FINANCIAL STATEMENT

11.1 The IJB is required to produce an Annual Financial Statement setting out the total resources included in each year of the Strategic Plan.

11.2 Discussions with Health and Council colleagues have taken place around future assumptions for funding in 2017/18 and 2018/19. Neither the Health Board nor Council has been given definitive funding positions for their own budgets for each of these year and both are working on a series of assumptions at this stage. Final confirmation of the 2017/18 funding position will not be known until late 2016 at which point it is anticipated that a 1 year budget will be set.

11.3 Assumptions around expenditure increases are high level and based on:

- a 1% inflationary increase for pay costs for 2017/18 and a 3% increase for 2018/19 to reflect the anticipated impact of: pay inflation; pensions auto enrolment, and the apprenticeship levy,
- anticipated uplift in Prescribing for 2017/18 and 2018/19 in line with the

2016/17 increase,

- the full year impact of the Living Wage and other known changes has also been reflected in the 3 year projection.

11.4 Assumed savings of 3% across the entire budget have been assumed for 2017/18 and 2018/19.

11.5 Both the assumed budget uplift and savings are shown in separate lines within the statement as it is not yet known or agreed where these budget uplifts and savings will be applied. Further detail will be provided once available.

11.6 The Annual Financial Statement is enclosed at Appendix 9. It shows a total expenditure of £126.142m for 2016/17, reducing to £123.829m for 2017/18 and £121.911m for 2018/19. This would present a potential funding gap of £2.313m in 2017/18 and £1.838m in 2018/19. Officers will continue to work on detailed budget proposals to further refine these budget assumptions and develop appropriate savings plans as more funding information becomes available.

12.0 IMPLICATIONS

12.1 FINANCE

The IJB is being asked to set its 2016/17 budget and indicative 2017/18 to 2018/19 budgets at this stage in line with the recommendations above.

One off Costs

Cost Centre	Budget Heading	Budget Years	Proposed Spend this Report £000	Virement From	Other Comments
N/A					

Annually Recurring Costs / (Savings)

Cost Centre	Budget Heading	With Effect from	Annual Net Impact £000	Virement From	Other Comments
N/A					

LEGAL

12.2 There are no specific legal implications arising from this report.

HUMAN RESOURCES

12.3 There are no specific human resources implications arising from this report.

EQUALITIES

12.4 There are no equality issues within this report.

12.4.1 Has an Equality Impact Assessment been carried out?

	YES (see attached appendix)
--	-----------------------------

√	NO – This report does not introduce a new policy, function or strategy or recommend a change to an existing policy, function or strategy. Therefore, no Equality Impact Assessment is required.
---	---

12.4.2 How does this report address our Equality Outcomes

There are no Equalities Outcomes implications within this report.

Equalities Outcome	Implications
People, including individuals from the above protected characteristic groups, can access HSCP services.	None
Discrimination faced by people covered by the protected characteristics across HSCP services is reduced if not eliminated.	None
People with protected characteristics feel safe within their communities.	None
People with protected characteristics feel included in the planning and developing of services.	None
HSCP staff understand the needs of people with different protected characteristic and promote diversity in the work that they do.	None
Opportunities to support Learning Disability service users experiencing gender based violence are maximised.	None
Positive attitudes towards the resettled refugee community in Inverclyde are promoted.	None

12.5 CLINICAL OR CARE GOVERNANCE IMPLICATIONS

There are no governance issues within this report.

12.6 NATIONAL WELLBEING OUTCOMES

How does this report support delivery of the National Wellbeing Outcomes

There are no National Wellbeing Outcomes implications within this report.

National Wellbeing Outcome	Implications
People are able to look after and improve their own health and wellbeing and live in good health for longer.	None
People, including those with disabilities or long term conditions or who are frail are able to live, as far as reasonably practicable, independently and at home or in a homely setting in their community	None
People who use health and social care services have positive experiences of those services, and have their dignity respected.	None
Health and social care services are centred on helping to maintain or improve the quality of life of people who use those services.	None
Health and social care services contribute to reducing health inequalities.	None
People who provide unpaid care are supported to look after their own health and wellbeing, including reducing any negative impact of their caring role on their own health and wellbeing.	None

People using health and social care services are safe from harm.	None
People who work in health and social care services feel engaged with the work they do and are supported to continuously improve the information, support, care and treatment they provide.	None
Resources are used effectively in the provision of health and social care services.	None

13.0 CONSULTATION

13.1 This report has been prepared by the IJB Chief Financial Officer. The Chief Officer, the Council's Chief Financial Officer and Director of Finance NHSGGC have been consulted.

14.0 LIST OF BACKGROUND PAPERS

14.1 None.

INVERCLYDE HSCP**DRAFT REVENUE BUDGET 2016/17**

SUBJECTIVE ANALYSIS	Interim Budget 2016/17 £000	Approved Virements £000	Other Budget Movements/ Pressures £000	Additional Savings £000	Proposed Budget 2016/17 £000
Employee Costs	47,041	141	394	0	47,576
Property Costs	1,669	0	(60)	0	1,609
Supplies & Services	63,000	455	909	0	64,363
Prescribing	17,422	0	567	0	17,989
Resource Transfer (Health)	9,203	0	157	0	9,360
Income	(15,178)	(595)	69	0	(15,704)
Unidentified Savings	0	0	0	(587)	(587)
Unallocated Funds	3,180	0	(1,644)	0	1,536
	126,337	0	392	(587)	126,142

OBJECTIVE ANALYSIS	Interim Budget 2016/17 £000	Approved Virements £000	Other Budget Movements/ Pressures £000	Additional Savings £000	Proposed Budget 2016/17 £000
Planning, Health Improvement & Commissioning	2,567	(1)	(187)	0	2,379
Older Persons	22,778	(188)	653	0	23,243
Learning Disabilities	6,885	(60)	740	0	7,564
Mental Health - Communities	4,431	(32)	166	0	4,565
Mental Health - Inpatient Services	7,935	0	295	0	8,230
Children & Families	13,433	0	(26)	0	13,406
Physical & Sensory	2,062	137	28	0	2,227
Addiction / Substance Misuse	2,865	(9)	(15)	0	2,841
Assessment & Care Management / Health & Community	5,796	(2)	28	0	5,822
Support / Management / Admin	4,658	125	(548)	0	4,235
Criminal Justice / Prison Service **	0	0	0	0	0
Homelessness	774	31	1	0	806
Family Health Services	20,844	0	216	0	21,060
Prescribing	17,422	0	567	0	17,989
Resource Transfer	9,203	0	157	0	9,360
Change Fund	1,504	0	(37)	0	1,467
Contribution to Reserves	0	0	0	0	0
Unidentified Savings				(587)	(587)
Unallocated Funds	3,180		(1,644)		1,536
HSCP NET EXPENDITURE	126,337	0	392	(587)	126,142

** Fully funded from external income hence nil bottom line position.

PARTNERSHIP FUNDING/SPEND ANALYSIS	Interim Budget 2016/17 £000	Approved Virements £000	Other Budget Movements/ Pressures £000	Additional Savings £000	Proposed Budget 2016/17 £000
Share of £250m funding for 2016/17	4,449	0	0	0	4,449
NHS Contribution to the IJB	73,073	0	392	(587)	72,878
Council Contribution to the IJB	48,815	(0)	0	0	48,815
HSCP NET INCOME	126,337	(0)	392	(587)	126,142
NHS Expenditure on behalf of the IJB	73,073	0	392	(587)	72,878
Council Expenditure on behalf of the IJB	50,084	0	1,644	0	51,728
Unallocated Funds	3,180	0	(1,644)	0	1,536
HSCP NET EXPENDITURE	126,337	0	392	(587)	126,142
HSCP SURPLUS/(DEFICIT)	0	(0)	0	0	(0)

SOCIAL WORK**DRAFT REVENUE BUDGET 2016/17**

2015/16 Actual £000	SUBJECTIVE ANALYSIS	Interim Budget 2016/17 £000	Approved Virements £000	Other Budget Movements/ Pressures £000	Additional Savings £000	Proposed Budget 2016/17 £000
	SOCIAL WORK					
25,148	Employee Costs	25,724	141			25,865
1,356	Property costs	1,170				1,170
875	Supplies and Services	728	1			729
473	Transport and Plant	338	42			380
911	Administration Costs	658	1			659
35,061	Payments to Other Bodies	35,404	411	1,644		37,459
(14,488)	Income	(13,938)	(595)			(14,533)
49,336	SOCIAL WORK NET EXPENDITURE	50,084	0	1,644	0	51,728

2015/16 Actual £000	OBJECTIVE ANALYSIS	Interim Budget 2016/17 £000	Approved Virements £000	Other Budget Movements/ Pressures £000	Additional Savings £000	Proposed Budget 2016/17 £000
	SOCIAL WORK					
1,755	Planning, Health Improvement & Commissioning	1,731	(1)			1,730
22,193	Older Persons	22,778	(188)	653		23,243
6,709	Learning Disabilities	6,327	(60)	729		6,996
961	Mental Health	1,117	(32)	169		1,254
10,102	Children & Families	10,689		2		10,691
2,033	Physical & Sensory	2,062	137	28		2,227
1,028	Addiction / Substance Misuse	1,038	(9)	11		1,040
2,097	Business Support	2,005	125	50		2,180
1,574	Assessment & Care Management	1,563	(2)	1		1,562
0	Criminal Justice / Scottish Prison Service	0				0
884	Homelessness	774	31	1		806
49,336	SOCIAL WORK NET EXPENDITURE	50,084	0	1,644	0	51,728

2015/16 Actual £000	COUNCIL CONTRIBUTION TO THE IJB	Interim Budget 2016/17 £000	Approved Virements £000	Other Budget Movements/ Pressures £000	Additional Savings £000	Proposed Budget 2016/17 £000
49,336	Council Contribution to the IJB	48,815	0	0	0	48,815
	Balance to be funded by the SCF	1,269	0	1,644	0	2,913

HEALTH**DRAFT REVENUE BUDGET 2016/17**

2015/16 Actual £000	SUBJECTIVE ANALYSIS	Interim Budget 2016/17 £000	Approved Virements £000	Other Budget Movements/ Pressures £000	Additional Savings £000	Proposed Budget 2016/17 £000
	HEALTH					
21,852	Employee Costs	21,317		394		21,711
499	Property	499		(60)		439
4,806	Supplies & Services	5,039		(962)		4,077
20,865	Family Health Services (net)	20,833		227		21,060
17,422	Prescribing (net)	17,422		567		17,989
9,203	Resource Transfer	9,203		157		9,360
	Unidentified Savings				(587)	(587)
(1,240)	Income	(1,240)		69		(1,171)
73,406	HEALTH NET EXPENDITURE	73,073	0	392	(587)	72,878

2015/16 Actual £000	OBJECTIVE ANALYSIS	Interim Budget 2016/17 £000	Approved Virements £000	Other Budget Movements/ Pressures £000	Additional Savings £000	Proposed Budget 2016/17 £000
	HEALTH					
2,625	Children & Families	2,744		(28)		2,715
4,115	Health & Community Care	4,233		27		4,260
2,447	Management & Admin	2,653		(598)		2,055
518	Learning Disabilities	558		11		568
1,858	Addictions	1,827		(26)		1,801
2,994	Mental Health - Communities	3,314		(3)		3,311
9,035	Mental Health - Inpatient Services	7,935		295		8,230
821	Planning & Health Improvement	836		(187)		649
1,503	Change Fund	1,504		(37)		1,467
20,865	Family Health Services	20,844		216		21,060
17,422	Prescribing	17,422		567		17,989
0	Unidentified savings	0			(587)	(587)
9,203	Resource Transfer	9,203		157		9,360
73,406	HEALTH NET EXPENDITURE	73,073	0	392	(587)	72,878

2015/16 Actual £000	HEALTH CONTRIBUTION TO THE IJB	Interim Budget 2016/17 £000	Approved Virements £000	Other Budget Movements/ Pressures £000	Additional Savings £000	Proposed Budget 2016/17 £000
0	Share of £250m Funding	4,449				4,449
73,406	NHS Contribution to the IJB	73,073	0	392	(587)	72,878

INVERCLYDE HEALTH & SOCIAL CARE PARTNERSHIP

APPENDIX 4

Social Care Savings Targets - 2016/17 - 2018/19

Saving Ref	Title	Approved Target		Achieved	Outstanding
		16/17	17/18		
<u>Approved February 2013:</u>					
FEB13	Homelessness Service	40	40	40	0
<u>Approved February 2015:</u>					
CHCP\SR\B\CORP\01	Reduce Management Structure by 1 Manager (0.5FTE)	16	32	32	0
CHCP\EF\A\CFCJ\04	Children & Families residual contract monitoring budget	3	3	3	0
CHCP\RS\A\CFCJ\05	Residential Schools Purchased Placements	0	200	0	200
CHCP\RS\A\CFCJ\12	Fieldwork Social Workers within Children & Families	117	117	117	0
CHCP\DMA\H&CC\01	Learning Disabilities independent supported living team, part time support worker	13	13	13	0
CHCP\EF\A\H&CC\03	Learning Disability Management post reduction of 1 team leader	43	43	43	0
CHCP\EF\A\H&CC\06	Respite / Short Breaks	20	20	20	0
CHCP\EF\B\H&CC\11	Delayed Discharge administration and sessional support	20	20	15	5
CHCP\RS\A\H&CC\05	Respite / Short Breaks within Learning Disabilities	50	50	50	0
CHCP\SR\A\H&CC\04	Learning Disability Commissioned Services (50% of proposal) review service delivery model	125	125	125	0
CHCP\SR\A\H&CC\16	Commissioned Services (physical & sensory - 50% of proposal) review service delivery model	50	50	50	0
CHCP\SR\C\H&CC\13	Short Breaks Bureau	22	22	22	0

Saving Ref	Title	16/17	17/18	Achieved	Outstanding
CHCP\RS\AH&CC\12	Residential Respite	12	12	12	0
CHCP\EFA\PHIC\02	Health Improvement Leads - reduce by 1 post (joint funded with NHS)	26	26	26	0
CHCP\EFA\PHIC\04	Quality and development staffing restructure	90	90	90	0
CHCP\EFA\PHIC\05	Quality and Development running costs including training resources	13	13	13	0
CHCP\EF\B\PHIC\06	Reduction in administration support costs	165	165	165	0
CHCP\RS\AMHAH\02	Alcohol Counsellor, balance of hours to be deleted.	11	11	11	0
CHCP\EFA\AMHAH\04	Mental Health Running Costs Budgets	20	20	20	0
CHCP\SR\AMHAH\05	Commissioned Services (Alcohol & Drugs - 50% of proposal) review service delivery model	37	37	0	37
CHCP\EFA\AMHAH\08	Homelessness Services Bed & Breakfast / Cleaning Budgets	20	20	20	0
Approved November 2015:					
b)	4 Major commissioned Social Care Services	100	222	100	122
c)	Reduction in client package within Physical Disability	50	50	0	50
d)	Commissioned Services within Physical Disability	20	48	0	48
o)	Over recovery from Q&D restructure	4	4	4	0
Total Savings above		1,047	1,413	951	462

		16/17	17/18	Achieved	Outstanding
Commissioned Services	Approved Targets	332	482	275	207
Other Savings	Approved Targets	715	931	676	255
		1,047	1,413	951	462

Note:

2016/17 Target £1.047m :

Saving Ref	Title	16/17	17/18	Achieved	Outstanding
	<ul style="list-style-type: none"> • £0.951 achieved so far in 2016/17. • £0.112m outstanding for 2016/17. • £0.350m to be achieved 2017/18. 				

Homelessness saving of £0.040m is a prior year saving of which £32k will be achieved in full in 2017/18 for CHCP\SR\B\CORP\01.

INVERCLYDE HEALTH & SOCIAL CARE PARTNERSHIP
Proposed Health Savings 2016/17 to 2017/18

Health Services							
Summary Narrative	Ref	PROPOSED SAVINGS		Staffing Element of		FTE Change	
		2016/17 £	2017/18 £	2016/17 £	2017/18 £	2016/17	2017/18
1% Reduction in workforce costs - across various services		(84)	(200)	(84)	(200)	(2.00)	?
ADP - overall reduction in service linked to budget reductions		(39.5)	(75)	(26)	(17)	(1.15)	
Health Visiting		(21)	(21)	(21)		(0.60)	
Public Health - Removal of a 0.5 FTE post		(28)	(28)	(28)		(0.50)	
Savings Proposals still to be developed		(77)	(527)	?	?	?	?
TOTAL		(250)	(851)	(159)	(217)	(4.25)	0.0

NOTE: These savings have already been applied to the 2016/17 budget figures provided in this report

INVERCLYDE HSCP - CAPITAL BUDGET 2016/18

<u>Project Name</u>	<u>Approved Budget 2016/17</u>	<u>Approved Budget 2017/18</u>	<u>Future</u>	<u>Total</u>
	<u>£000</u>	<u>£000</u>	<u>£000</u>	<u>£000</u>
SOCIAL WORK				
Neil Street Children's Home Replacement	1,601	162	0	1,763
Crosshill Children's Home Replacement	57	1,535	90	1,682
Social Work Total	1,658	1,697	90	3,445
HEALTH				
Health Total	0	0	0	0
Grand Total HSCP	1,658	1,697	90	3,445

**EARMARKED RESERVES
INVERCLYDE HSCP**

APPENDIX 7

Project	<u>Total</u> Estimated <u>Funding</u> <u>£000</u>
Self Directed Support / SWIFT Finance Module	43
Growth Fund - Loan Default Write Off	27
Integrated Care Fund/ Delayed Discharge	1992
Support all Aspects of Independent Living	50
Veterans Officer Funding	37
CJA Preparatory Work	120
Welfare Reform - HSCP	315
Total	2,584

INVERCLYDE INTEGRATION JOINT BOARD

DIRECTION

ISSUED UNDER S26-28 OF THE PUBLIC BODIES (JOINT WORKING)
 (SCOTLAND) ACT 2014

THE INVERCLYDE COUNCIL is hereby directed to deliver for the Inverclyde Integration Joint Board (the IJB), the services noted below in pursuance of the functions noted below and within the associated budget noted below.

Services will be provided in line with the IJB's Strategic Plan and existing operational arrangements pending future directions from the IJB.

Services: All services listed in Annex 2, Part 2 of the Inverclyde Health and Social Care Partnership Integration Scheme.

Functions: All functions listed in Annex 2, Part 1 of the Inverclyde Health and Social Care Partnership Integration Scheme.

Associated Budget:

SUBJECTIVE ANALYSIS	Budget 2016/17 £000
SOCIAL WORK	
Employee Costs	25,865
Property costs	1,170
Supplies and Services	729
Transport and Plant	380
Administration Costs	659
Payments to Other Bodies	37,459
Income	(14,533)
Contribution to Earmarked Reserves	0
SOCIAL WORK NET EXPENDITURE	51,728

OBJECTIVE ANALYSIS	Budget 2016/17 £000
SOCIAL WORK	
Planning, Health Improvement & Commissioning	1,730
Older Persons	23,243
Learning Disabilities	6,996
Mental Health	1,254
Children & Families	10,691
Physical & Sensory	2,227
Addiction / Substance Misuse	1,040
Business Support	2,180
Assessment & Care Management	1,562
Criminal Justice / Scottish Prison Service	0
Change Fund	0
Homelessness	806
SOCIAL WORK NET EXPENDITURE	51,728

This direction is effective from 16 September 2016.

INVERCLYDE INTEGRATION JOINT BOARD

DIRECTION

ISSUED UNDER S26-28 OF THE PUBLIC BODIES (JOINT WORKING)
(SCOTLAND) ACT 2014

GREATER GLASGOW & CLYDE NHS HEALTH BOARD is hereby directed to deliver for the Inverclyde Integration Joint Board (the IJB), the services noted below in pursuance of the functions noted below and within the associated budget noted below.

Services will be provided in line with the IJB's Strategic Plan and existing operational arrangements pending future directions from the IJB.

Services: All services listed in Annex 1, Part 2 of the Inverclyde Health and Social Care Partnership Integration Scheme.

Functions: All functions listed in Annex 1, Part 1 of the Inverclyde Health and Social Care Partnership Integration Scheme.

Associated Budget:

SUBJECTIVE ANALYSIS	Budget 2016/17 £000
HEALTH	
Employee Costs	21,711
Property costs	439
Supplies and Services	4,077
Transport and Plant	21,060
Administration Costs	17,402
Payments to Other Bodies	9,360
Income	(1,171)
HEALTH NET EXPENDITURE	72,878

OBJECTIVE ANALYSIS	Budget 2016/17 £000
HEALTH	
Children & Families	2,715
Health & Community Care	4,260
Management & Admin	2,055
Learning Disabilities	568
Addictions	1,801
Mental Health - Communities	3,311
Mental Health - Inpatient Services	8,230
Planning & Health Improvement	649
Change Fund	1,467
Family Health Services	21,060
Prescribing	17,989
Unidentified savings	(587)
Resource Transfer	9,360
HEALTH NET EXPENDITURE	72,878

The set aside budget is: £16.439 m

This direction is effective from 16 September 2016.

INVERCLYDE HSCP**ANNUAL FINANCIAL STATEMENT 2016/17 TO 2018/19**

SUBJECTIVE ANALYSIS	Proposed Budget 2016/17 £000	Proposed Budget 2017/18 £000	Proposed Budget 2018/19 £000	Notes
Employee Costs	47,576	47,576	47,576	
Property Costs	1,609	1,609	1,609	
Supplies & Services	64,363	64,363	64,363	
Prescribing	17,989	17,989	17,989	
Resource Transfer (Health)	9,360	9,360	9,360	
Income	(15,704)	(15,704)	(15,704)	
Unidentified Savings	(587)	(4,371)	(8,086)	Assumed Savings of 3% each year
Unallocated Funds	1,536	3,007	4,884	Assumed budget uplifts for Payroll, FYE of Living Wage & other costs
	126,142	123,829	121,991	

OBJECTIVE ANALYSIS	Approved Budget 2015/16 £000	Additional Funding 2016/17 £000	Proposed Budget 2016/17 £000	Proposed Budget 2016/17 £000
Planning, Health Improvement & Commissioning	2,379	2,379	2,379	
Older Persons	23,243	23,243	23,243	
Learning Disabilities	7,564	7,564	7,564	
Mental Health - Communities	4,565	4,565	4,565	
Mental Health - Inpatient Services	8,230	8,230	8,230	
Children & Families	13,406	13,406	13,406	
Physical & Sensory	2,227	2,227	2,227	
Addiction / Substance Misuse	2,841	2,841	2,841	
Assessment & Care Management / Health & Community Care	5,822	5,822	5,822	
Support / Management / Admin	4,235	4,235	4,235	
Criminal Justice / Prison Service **	0	0	0	
Homelessness	806	806	806	
Family Health Services	21,060	21,060	21,060	
Prescribing	17,989	17,989	17,989	
Resource Transfer	9,360	9,360	9,360	
Change Fund	1,467	1,467	1,467	
Contribution to Reserves	0	0	0	
Unidentified Savings	(587)	(4,371)	(8,087)	Assumed Savings of 3% each year
Unallocated Funds	1,536	3,007	4,884	Assumed budget uplifts for Payroll, FYE of Living Wage & other costs
HSCP NET EXPENDITURE	126,142	123,829	121,991	