

REPORT TO ABERDEENSHIRE INTEGRATION JOINT BOARD

1 JUNE 2022

REVENUE BUDGET UPDATE

1. Recommendation

The Integration Joint Board (IJB) is recommended to:

- 1.1 Consider and comment on the financial position set out in the report and Appendices 1 and 2;
- 1.2 Approve the budget adjustments detailed in Appendix 3
- 1.3 Note the plan to balance the 2022/23 IJB Revenue Budget detailed in Section 10 and to be reported to the next IJB as part of the regular Revenue Budget update.

2. Directions

- 2.1 No direction requires to be issued to Aberdeenshire Council or NHS Grampian as a result of this report.

3. Risk

- 3.1 IJB Risk 1 Sufficiency and affordability of resource.
- 3.2 This report is key to managing this risk as it highlights areas of movement when compared to the agreed budget.

4. Background

- 4.1 This report provides the final financial monitoring update for the 2021/22 financial year. It covers the twelve month period up to the end of March 2022. It also covers the financial impact of the Covid 19 pandemic on the resources of the IJB in terms of funding received and additional expenditure incurred.

5. Financial Implications from 2020/21

- 5.1 In the last financial year the IJB recorded an underspend against revenue budget of £4.597 million.
- 5.2 The IJB revenue budget for the 2021/22 financial year was agreed in March 2021 by the IJB. A balanced budget was set which matched the total resources available to the IJB with planned expenditure. An agreed savings plan of £3.1 million was included in the budget, which was a much larger savings challenge

than previously achieved by the IJB. Several risks were noted around the deliverability of the savings programme.

5.3 The IJB held the following reserves as at 1st April 2021.

2020/21 Outturn	£m
Underspend against Revenue Budget	4.597
Underspend against Scottish Govt additional funding	15.567
Funding Transfer from NHS Grampian for Dental Project	0.400
Total Underspend	20.564
Represented by Reserves:	
General Fund	4.597
Earmarked – Covid 19	7.038
Earmarked - Risk Fund	3.050
Earmarked – Primary Care Improvement Fund	3.430
Earmarked - Action 15 Mental Health	1.234
Earmarked – Community Living Change Fund	0.815
Earmarked – Stonehaven Dental	0.400
Total Reserves	20.564

6. Outturn Financial Position

- 6.1** This report sets out the final financial monitoring position of the activities for which the IJB is responsible for the financial year 2021/22. The report covers the financial position to the end of March 2022 for the revenue budget. The detailed position by service area for the financial year is shown in **Appendix 1** and reports that the Health & Social Care Partnership recorded an underspend against the revenue budget of £28.5 million (2020/21 – underspend of £4.5 million) relative to the total resources available.
- 6.2** This underspend was anticipated, due to Scottish Government funding received in the second half of the financial year and can be carried forward into the 2022/23 financial year within reserves. The underspend does reflect the continued impact of Covid on the financial position. A number of services continued to be paused or operated at reduced capacity during 2021/22 which produced underspends against budgets. There were also more general savings in areas such as travel costs and staff training.

- 6.3 A summary position is shown in the table below with more detail in **Appendix 1**. This shows actual net expenditure to the end of March 2022 against budget for the same period.

Summary: Outturn 2021/22 Financial Position

	Revised Year to Date Budget 2021/22 £000s	Actual to 31st March 2022 £000s	Variance to 31st March 2022 £000s	Variance %
Health & Social Care	340,017	338,030	(1,987)	(0.6%)
Funds	30,233	3,724	(26,509)	(87.7%)
Set Aside Budget	32,349	32,349	0	-
2021/22 Position	402,599	374,103	(28,496)	(7.1%)

- 6.4 From the summary table it can be seen that:

- There is an underspend of £28.496 million at the end of the year, equating to 7.1% of the IJB budget.
- Health budgets ended the year with an underspend of £0.042 million.
- Social care budgets ended the year with an underspend of £1.945 million.
- Funds ended the year with an underspend of £26.509 million.

- 6.5 The underspend is due to a number of factors which have continued from 2020/21. These include underspends on some social care services due to them being paused or operating at reduced capacity, continued savings on community hospital costs due to reduced capacity and savings on travel related expenditure. A number of funding allocations were also received from the Scottish Government which were not fully spent in 2021/22, with slippage on these adding to the underspend position.

- 6.6 The detailed final financial position is set out in **Appendix 1** with supporting notes in **Appendix 2**. The main areas of variance were:

(a) The areas which recorded the largest overspends for the year are shown below:

Older People – Care Management - £2,764,000
 Community Mental Health - £993,000
 GP Prescribing - £715,000
 Older People – Residential Care - £517,000

(b) The areas which recorded the largest underspends for the year are shown below:

Adult Services – Mental Health - £1,569,000
 Headquarters - £1,088,000
 Adult Services – Day Care - £934,000
 Physical Disabilities – Joint Equipment Store - £605,000

6.7 The budget virements proposed for approval at **Appendix 3** also include reconciliations to the revised budget. The revised budget is, therefore, subject to the approval of the virements.

7. Reserves

7.1 As per section 5.3 reserves The following table details the movement in the reserves position from 1 April 2021 to 31 March 2022.

7.2 The overall position is shown in the table below:-

	01/04/21	Movement	31/03/22
	£m	£m	£m
General Fund Reserve	4.597	3.311	7.908
Earmarked Reserves:-			
Alcohol & Drug Partnership	0	1.267	1.267
Headquarters	0	1.138	1.138
Criminal Justice	0	0.017	0.017
Adult Services Mental Health	0	0.339	0.339
JES – Analogue to Digital	0	0.050	0.050
Specialist Services & Strategy	0	0.120	0.120
Primary Care Improvement Fund	3.430	2.322	5.752
Action 15 – Mental Health	1.234	0.549	1.783
Mental Health – Recovery & Renewal Fund	0	0.632	0.632
GP Premises Funding	0	0.295	0.295
Covid-19	7.038	18.372	25.410
Staff Wellbeing Funding	0	0.084	0.084
Stonehaven Dental Practice	0.400	0	0.400
Community Living Change Fund	0.815	0	0.815
Risk Fund	3.050	0	3.050
Total Reserves	20.564	28.496	49.060

7.3 The movement in the table above equates to the underspend reported in section 6 of £28.496 million. The majority of the reserves are earmarked with main areas of planned expenditure in relation to continuing costs of Covid-19 in 2022/23 and the implementation of the Primary Care Improvement Plan.

7.4 The reserves strategy will be reported on in the first instance to the IJB within the quarter 1 financial monitoring, including a review of the earmarked reserves

and the potential use of the general reserve to implement a number of transformational projects to assist with the long term plan of achieving efficiencies.

8. Budget Savings 2020/21

- 8.1** The IJB agreed a savings programme of £3.1 million as part of the revenue budget for 2021/22. During 2021/22 work on delivering the savings programme was impacted by the need to respond to Covid 19.
- 8.2** The Senior Management Team have assessed progress against the planned savings programme and did restart a number of the schemes as capacity allowed. There have also been a number of windfall savings achieved which were not part of the original planned programme. Details of savings areas and actual achievement are attached at **appendix 4**.

9. Discussions With Partners

- 9.1** The financial position in this report has been discussed with partners so that they are also aware of the current spending position and areas of pressure and capacity to enable them to plan and accommodate any implications within their financial statements.
- 9.2** The IJB does not have a requirement for any additional year end funding contributions from partners in 2021/22.

10. Revenue Budget 2022/23

10.1 Savings

The savings plan was initially planned to be agreed by the IJB Senior Management Team and presented to the IJB in June 2022 for formal approval.

Discussions have taken place on a savings plan, but with the very likely material impact of cost of living, the plan has not been finalised as we await the first set of forecasts for 2022/23 and the impact this will have on projections.

We have, however, identified a number of areas where savings will be able to be achieved, without impacting on service delivery, as follows –

- Travel and Subsistence
- Training
- Supplies and Services
- 3rd Party Provider expenditure

There are a number of caveats to allocating savings to these areas and in the work currently being undertaken by SMT as follows:

- areas of potential savings from underspends identified in previous years are offsetting a number of material overspends
- cost of living assumptions may change adversely
- at what level will recurring and non-recurring savings continue
- a number of areas being reviewed for savings occur in areas where savings were taken from budgets in previous years. Is there ability to revisit and take further savings in these areas in 2022/23

We will report the updated savings plan to the IJB as part of the regular Revenue Budget update.

10.2 Covid Funding

The latest position regarding Covid funding has been reviewed between the Health Board and Aberdeen City and Moray IJB finance colleagues based on Scottish Government intention to issue revised allocations to Boards/HSCPs for Covid funding in 2022/23, which will not necessarily relate to the amount of Covid funding held in HSCP Reserves. It is not clear at this point how the Scottish Government will calculate these allocations, but it means we cannot assume that total funding will be £48.9m in 22/23 (£21m of which related to AHSCP).

Based on this indication work is ongoing across the partners to review the likely costs to be associated with Covid vaccinations across Grampian in advance of the notification of the revised allocation for 2022/23.

11. Medium Term Financial Strategy

- 11.1 A Medium Term Financial Strategy had also been prepared to support the new Strategic Plan approved in December 2019. The MTFs was due to be presented to the IJB meeting on 25th March 2020 but was deferred due to urgent Covid business. The MTFs is currently being refreshed in line with the confirmed strategic priorities and the financial impact of projects included within the Strategic Delivery Plan and will be presented to the next IJB.

12. Monitoring

- 12.1 The Chief Officer, along with the Chief Finance Officer and the Legal Monitoring Officers within Business Services of the Council have been consulted in the preparation of this report and their comments have been incorporated within the report.

13. Equalities, Staffing and Financial Implications

- 13.1** An equality impact assessment is not required because the recommended actions are not considered to have a differential impact on people with protected characteristics.
- 13.2** Any staffing and financial implications arising directly as a result of this report are narrated in the report.

Chris Smith

Chief Finance and Business Officer

Aberdeenshire Health and Social Care Partnership

Report prepared by Chris Smith (Chief Finance and Business Officer) 10th May 2022

Health & Social Care		ACTUAL	REVISED BUDGET	BUDGET ADDNS/ DEDNS	BUDGET VIREMENTS	REVISED BUDGET	ACTUAL		VARIANCE	NOTES
		2020/21 £'000	2021/22 as at 31/12/21 £'000	JAN - MAR 2021/22 £'000	JAN - MAR 2021/22 £'000	2021/22 as at 31/3/22 £'000	TO as at 31/3/22 £'000	%	TO END MAR 2021/22 £'000	
NHSG Core Services										
a)	Alcohol & Drugs Partnership	1,840	1,827			1,827	1,755	96.09%	(71)	
b)	Allied Health Professionals	9,361	9,769	17	561	10,347	10,091	97.52%	(257)	A
c)	Joint Equipment Service	557	688			688	751	109.09%	63	
d)	Community Hospitals	17,210	18,101	3		18,104	17,758	98.09%	(346)	B
e)	Inverurie HUB project	1,335	1,316			1,316	1,381	104.93%	65	
f)	Shire Community Mental Health	810	930		140	1,070	822	76.83%	(248)	C
g)	Dental	2,632	2,813			2,813	2,710	96.34%	(103)	D
h)	District Nursing	5,196	5,600			5,600	5,373	95.96%	(226)	E
i)	Health Centres Management	(485)	(588)			(588)	(129)	21.91%	459	F
j)	Health Visiting	5,376	5,748		848	6,596	6,391	96.89%	(205)	G
k)	Other Direct Patient Care	1,757	3,144	1	325	3,470	3,003	86.55%	(467)	H
l)	Public Health	698	817	13		830	676	81.40%	(154)	I
m)	Specialist Nursing	401	408			408	423	103.71%	15	
n)	Support Services	4,917	3,708	3	482	4,193	4,174	99.57%	(18)	
1	NHSG Core Services Total	51,606	54,280	36	2,356	56,673	55,179	97.36%	(1,494)	
2	Primary Care	42,842	43,712	182	253	44,147	44,031	99.74%	(116)	J
3	GP Prescribing	44,224	45,111	70		45,181	45,895	101.58%	715	K
4	Community Mental Health	9,937	9,226		445	9,671	10,664	110.27%	993	L
5	Aberdeenshire Share of Hosted Services	14,819	16,573	124		16,696	16,546	99.10%	(151)	M
6	Services Hosted by Aberdeenshire	0	0	(82)	82	(0)	(0)	118.45%	(0)	
7	Out Of Area	3,458	3,572			3,572	3,584	100.33%	12	
	TOTAL OF ABOVE	166,886	172,474	330	3,136	175,940	175,898	99.98%	(42)	
8	IJB Costs	81	95	0		95	83	87.11%	(12)	
9	Headquarters	13,493	5,144	4,041		9,185	8,097	88.15%	(1,088)	N
10	Business Services	4,165	4,347	78		4,425	4,283	96.79%	(142)	O
11	Out of Hours Service	235	231	5		236	272	115.58%	37	
12	Criminal Justice Service - Grant Funded Services	58	144			144	11	7.60%	(133)	P
13	Criminal Justice Service - Prison Social Work	2	12			12	0	-	(12)	
14	Adult Services - Community Care	42,837	44,235	780		45,015	44,773	99.46%	(242)	Q
15	Adult Services - Day Care	5,582	6,156	(176)		5,980	5,046	84.38%	(934)	R
16	Adult Services - Residential Care	1,819	1,898	43		1,941	1,944	100.14%	3	
17	Adult Services - Employment Development	466	539	12		551	409	74.19%	(142)	S
18	Adult Services - Mental Health	5,014	6,448	294		6,743	5,173	76.72%	(1,569)	T
19	Adult Services - Substance Misuse	1,537	1,734	34		1,768	1,790	101.23%	22	
20	Physical Disabilities - Community Occupational Therapy Service	4,010	4,317	44		4,361	4,351	99.76%	(11)	
21	Physical Disabilities - Joint Equipment Service	(536)	(534)	64		(470)	1,075	228.61%	(605)	U
22	Specialist Services & Strategy	1,795	2,163	38		2,201	1,708	77.59%	(493)	V
23	Adult Support Network	279	295	6		301	318	105.52%	17	
24	Older People - Care Management	49,532	50,733	981		51,713	54,477	105.35%	2,764	W
25	Integrated Care Fund /Participatory Budgeting	(30)	0			0	20		(20)	
26	Older People - Day Care	651	773	9		782	506	64.67%	(276)	X
27	Older People - Home Care	14,812	14,879	301		15,180	15,398	101.44%	218	Y
28	Older People - Residential Care	9,108	9,191	195		9,386	9,902	105.50%	517	Z
29	Older People - Very Sheltered Housing	4,406	4,415	115		4,530	4,688	103.48%	158	AA
		159,317	157,215	6,862	0	164,077	162,132	98.81%	(1,945)	
Funds										
30	Integrated Care Fund	637	800			800	643	80.41%	(157)	AB
31	Delayed Discharge	15	64			64	14	21.91%	(50)	
32	ADP Sexual Health Blood Borne Virus funding	0	0	38		38	0	-	(38)	
33	ADP MIST funding	0	0	253		253	0	-	(253)	AC
34	Buvidal (Drug) funding HMPG	0	82		(82)	0	0	-	0	
35	Clan Grant	7	7			7	0	-	(7)	
36	Discharge Without Delay Funding	0	210		(8)	202	0	-	(202)	AD
37	Drug Related Deaths Task Force funding	0	63			63	0	-	(63)	
38	National Drugs Mission Funding	0	842			842	0	-	(842)	AE
39	Health Care Support Worker funding	0	0	497		497	0	-	(497)	AF
40	Interface Care Funding	0	294			294	0	-	(294)	AG
41	Primary Care Improvement fund	3,456	1,447	3,263	(2,389)	2,322	0	-	(2,322)	AH
42	Mental Health Innovation Fund	0	85		19	105	0	-	(105)	AI
43	Mental Health Action 15	1,093	364	637	(452)	549	0	-	(549)	AJ
44	Mental Health Facilities Improvement (Recovery and Renewal) funding	0	0	632		632	0	-	(632)	AK
45	Nurse Funding incl Scottish Care Home funding	0	445		(116)	328	0	-	(328)	AL
46	Shire Out of Hours Funding including Winter Pressure allocation	0	314	(104)		210	0	-	(210)	AM
47	GP Premises Funding	0	232	63		295	0	-	(295)	AN
48	Workforce Wellbeing Funding	0	84		(57)	27	9	32.25%	(18)	
49	Covid-19	2,930	502	20,966	(39)	21,429	3,057	14.27%	(18,372)	AO
50	Frailty Pathway - Acute Care at Home funding	0	83			83	0	-	(83)	
51	Further Integration Authority Support	4,070	0			0	0	-	0	
52	Stonehaven Dental Practice funding	400	0			0	0	-	0	
53	Psychological Therapies funding (Recovery Fund)	0	360		(12)	347	0	-	(347)	AP
54	Psychological Therapies (Primary Care) funding	0	55			55	0	-	(55)	
55	Psychological Therapies (Service Improvement) funding	0	0	163		163	0	-	(163)	AQ
56	Winter Pressure (MDT) funding	0	848			848	0	-	(848)	AR
57	Winter Pressure (Staff Wellbeing) funding	0	84			84	0	-	(84)	
58	Additional Scottish Government Funding in Year Assumed	0	79	(79)		0	0	-	0	
59	Balance of NHSG uplift funding	0	0	(305)		(305)	0	-	305	AS
		12,607	7,344	26,025	(3,136)	30,233	3,724	12.32%	(26,509)	
	Sub total	338,809	337,033	33,217	0	370,250	341,754	92.30%	(28,496)	
59	Set Aside Budget	31,297	31,297	1,052	0	32,349	32,349	100.00%	0	
	2021/22 Position	370,106	368,330	34,269	0	402,599	374,103	92.92%	(28,496)	

Variance Notes March 2022

<u>Note</u>	<u>Service</u>	<u>Over/(within) budget to end March 2021/22 £'000</u>	<u>Narrative</u>
A	Allied Health Professionals	(257)	Allied Health Professionals underspend £(257,000) The variance against Allied Health Professionals is primarily the result of there having been a number of vacant posts during the year, with speech and language therapy being the most affected discipline.
B	Community Hospitals	(346)	Community Hospitals underspend £(346,000) Staffing contributed approximately £433,000 to the underspend but there was an overspend of approximately £70,000 against the budget for supplies. This reflected the effects of ward closures and staff having been redeployed to support teams across Aberdeenshire. Ward closures reduced the need to deploy bank and agency nursing staff. There was an adverse variance against against the target for income of approximately £16,000.
C	Shire Community Mental Health	(248)	Shire Community Mental Health underspend £(248,000) An average of 13.68 wte posts were vacant during the year, contributing approximately £227,000 to the underspend. There was a consequent underspend on non-pay costs of approximately £27,000. There was a small adverse variance against income of approximately £7,000 during the period.
D	Dental	(103)	Dental underspend £(103,000) An average of three vacancies during the year led to an underspend against the pay budget of approximately £117,000. There was also an underspend against non-pay costs of approximately £81,000, reflecting a downturn in activity caused by the Covid pandemic. There was a consequent impact on income, there being an adverse variance of approximately £95,000 by the end of the year.
E	District Nursing	(226)	District Nursing underspend £(226,000) An average of 7.36 posts were vacant during the year, this being the primary driver of the underspend.
F	Health Centres Management	459	Health Centres Management overspend £459,000 Locum payments £270,000 and an under recovery of income relative to budget of £172,000 contributed to this position. Income was reduced as charges to practices were diminished due to some becoming salaried, rather than independent.
G	Health Visiting	(205)	Health Visiting underspend £(205,000) Vacant posts, with a consequent impact on non-pay costs, were the primary drivers of this underspend during the period,
H	Other Direct Patient Care	(467)	Other Direct Patient Care underspend £(467,000) The need to employ locum medical staff at An Caorann, Aden and Saltoun 2C salaried medical practices generated an overspend during the year. These practices are reliant on locum medical staff in order to be able to deliver services. The overspend was more than offset by an underspend against Frailty Pathway funding during the year, due to difficulties with recruitment.
I	Public Health	(154)	Public Health underspend £(154,000) Staff secondments that were not back filled generated this underspend.
J	Primary Care	(116)	Primary Care underspend £(116,000)

<u>Note</u>	<u>Service</u>	<u>Over/(within) budget to end March 2021/22</u>	<u>Narrative</u>
			There was an underspend against Board administered funds, including Seniority payments and locum payments. Other smaller minor underspending areas included training grants.
K	GP Prescribing	715	GP Prescribing overspend £715,000 The actual volume of items prescribed increased to the end of January and remained higher than the previous year at a rate of 5.20%. The estimate to March is now 5.31% (prescribing data runs two months behind, necessitating the use of estimates). The volume increase is a key factor in overall estimated expenditure and the estimated 9.705M items for 21/22 represents a small increase in activity compared to 19/20, prior to the full impact of Covid being felt.
L	Community Mental Health	993	Community Mental Health overspend £993,000 The need to employ locum medical staff was the primary driver behind this overspend, with there having been unbudgeted expenditure on locums of £2,074,000 during the year. This was partially offset by an underspend against substantive medical posts of £698,000. The overspend against medical staffing was partially offset by an underspend against non-pay costs.
M	Aberdeenshire Share of Hosted Services	(151)	Aberdeenshire Share of Hosted Services underspend £(151,000) The primary driver of the underspend during the period to the end of July was GMED, hosted by Moray H&SCP, £523,000. The Intermediate Care Service and Sexual Health Service, both hosted by Aberdeen City H&SCP, returned overspends of £282,000 and £65,000 respectively during the period. Services hosted by Aberdeenshire showed an aggregate overspend of £94,000 and the Primary Care Contracts Team underspent by £69,000.
N	Headquarters	(1,088)	Headquarters underspend £(1,088,000) Scottish Government Winter Plan funding was received in the year of £4,330,000. Due to delays in recruitment and the interest in advertised posts, only a small element of this funding was spent and £3,701,663 was transferred to Earmarked Reserves. The balance of £2,726,584 of Transformational funding received from Aberdeenshire Council was also taken to Reserves. These underspends were offset by a drawdown from Reserves of Covid funding of £5,005,201 to cover expenditure in the year.
O	Business Services	(142)	Business Services underspend £(142,000) A review of Admin staffing was undertaken in 20/21 which led to savings being made and staff costs being allocated out to individual services. This budget is still to be aligned and will cover spend on various other budget pages.
P	Criminal Justice Service - Grant Funded Services	(133)	Criminal Justice Service - Grant Funded Services underspend £(133,000) The underspend in reality is £30,000 due to extra income for Bail Supervision/SDS being received. The budget should be zero as all expenditure is claimed back. The budget will be reallocated next year.
Q	Adult Services - Community Care	(242)	Adult Services - Community Care underspend £(242,000) Due to the pandemic, and the closure of Day Services, transport costs and in particular taxis were under budget by £135,000. In addition there was an underspend in care packages where day services would have been commissioned.

<u>Note</u>	<u>Service</u>	<u>Over/(within) budget to end March 2021/22</u>	<u>Narrative</u>
R	Adult Services - Day Care	(934)	Adult Services Day Care underspend £(934,000) Due to the closure of the Day Centres as a result of Covid 19, there are savings on most budget lines. Although some centres have reopened, day services have undergone a review which is expected to deliver savings. This will be monitored closely during 22/23.
S	Adult Services - Employment Development	(142)	Adult Services - Employment Development underspend £(142,000) Due to vacancies within the service, staffing is under budget by £144,000.
T	Adult Services - Mental Health	(1,569)	Adult Services Mental Health underspend of £(1,569,000) The underspends are within third party provider costs, voluntary associations, residential care and day care. Some services had remained closed due to the pandemic and third party providers had used the Supplier Sustainability fund instead.
U	Physical Disabilities - Joint Equipment Service	(605)	Physical Disabilities - Joint Equipment Service underspend £(605,000) Due to lack of capacity in 20/21 no stock take was undertaken. This year a stock adjustment was required of £(934,000) contributing to the underspend. This was partly offset by additional costs of equipment and associated costs as the store becomes much busier. The budget will be realigned to take account of this in 22/23.
V	Specialist Services & Strategy	(493)	Specialist Services and Strategy underspend of £(493,000) The Carers Act budget is underspent by £300,000 mainly due to a less than expected number of unpaid carers who are eligible for a budget coming through from Quarriers Carer Support Service. This is in part caused by the effects of the pandemic and carers having no opportunity to spend their allocated budgets e.g. lack of replacement care, hospitality venues, gyms and holistic therapy providers all being closed for long periods of time. In addition, 2 Strategic Development posts which were to be funded from Transformational funding of £120,000 have not yet been recruited to and this funding has been taken to Ear Marked Reserves to be utilised in 22/23.
W	Older People - Care Management	2,764	Older People - Care Management overspend £2,764,000 The majority of this pressure is shown in Care at Home. The complexities and level of need has increased significant thus resulting in higher care packages. An accrual at year end for care package commitments was higher than forecast for in the year.
X	Older People - Day Care	(276)	Older People Day Care underspend £(276,000) Due to the pandemic and the closure of Day Services, underspends are shown on most budget lines.
Y	Older People - Home Care	218	Older people - Home Care overspend £218,000 Homecare is under pressure with an increase in the number of packages and hours required post pandemic. A recent recruitment drive using winter pressure money has not been very successful and a review of how to attract new staff is underway. The pressure on this service is expected to continue through 22/23.
Z	Older People - Residential Care	517	Older People Residential Care overspend of £517,000 Due to the pandemic, there has been a reduction in the number of clients within our own homes. These places can not be filled due to the restrictions placed on the homes by regulations around Covid-19, meaning that income from charges has been adversely affected and was £605,000 lower than budget for the year.

<u>Note</u>	<u>Service</u>	<u>Over/(within) budget to end March 2021/22</u>	<u>Narrative</u>
AA	Older People - Very Sheltered Housing	158	Older People - Very Sheltered Housing overspend of £158,000 Problems with staffing and absence within Very Sheltered Housing occurred during the year, causing a higher than budgeted overtime cost. Recruitment is currently underway using winter pressure monies to help alleviate some difficulties.
AB	Integrated Care Fund	(157)	Integrated Care Fund underspend £(157,000) This underspend was generated by the Carers' Project, which did not proceed as planned during 2021/22.
AC	ADP MIST funding	(253)	ADP MIST funding underspend £(253,000) This funding was received at the very end of the financial year, so was unable to be used. It will be carried forward into 2022/23.
AD	Discharge Without Delay funding	(202)	Discharge Without Delay funding underspend £(202,000) Discharge Without Delay funding was awarded to pathfinder sites to develop initiatives to prevent delay and reduce inpatient length of stay. It was recognised when the funding was received that it was unlikely to be able to be used during 2021/22 but will be carried into 2022/23 as part of the Partnership's general fund balance, so be available during the new financial year.
AE	National Drugs Mission Funding	(842)	National Drugs Mission Funding underspend £(842,000) In common with other unused ADP funding balances, National Drugs Mission funding will be carried forward into 2022/23. There are well developed plans to use this funding to finance initiatives delivered by both the clinical Substance Misuse Service and Aberdeenshire Council.
AF	Health Care Support Worker funding	(497)	Health Care Support Worker funding underspend £(497,000) This funding was granted to Aberdeenshire to employ an additional 33 health care support workers but was not received until very late in the financial year, meaning that it could not be allocated to operational budgets during 2021/22.
AG	Interface Care Funding	(294)	Interface Care Funding underspend £(294,000) Interface Care funding was awarded to pathfinder sites to support initiatives to improve unscheduled care. It was recognised when the funding was received that it was unlikely to be able to be used during 2021/22 but will be carried into 2022/23 as part of the Partnership's general fund balance, so be available during the new financial year.
AH	Primary Care Improvement fund	(2,322)	Primary Care Improvement fund underspend £(2,322,000) A combination of difficulties with recruitment and staff turnover meant that some work streams did not progress to the extent planned during 2021/22.
AI	Mental Health Innovation Fund	(105)	Mental Health Innovation Fund underspend £(105,000) The First Response service provided by Penumbra was the only call on this funding during 2021/22.

<u>Note</u>	<u>Service</u>	<u>Over/(within) budget to end March 2021/22</u>	<u>Narrative</u>
AJ	Mental Health Action 15	(549)	Mental Health Action 15 underspend £(549,000) Continued difficulty in recruiting to posts financed from Action 15 funding led to ongoing underspending during 2021/22. However, the Community Link Worker Service is now up and running following a delay caused by an unsuccessful attempt to commission the service (it is now being provided internally). Consequently, spending is likely to accelerate during 2022/23. Action 15 funding unused as at the end of 2021/22 will be carried forward to 2022/23 in an earmarked reserve.
AK	Mental Health Facilities Improvement (Recovery and Renewal) funding	(632)	Mental Health Facilities Improvement (Recovery and Renewal) funding underspend £(632,000) This funding was received at the very end of the financial year, so was unable to be used. It will be carried forward to 2022/23 in an earmarked reserve.
AL	Nurse Funding incl Scottish Care Home funding	(328)	Nurse Funding incl Scottish Care Home funding underspend £(328,000) Difficulty recruiting staff led to this underspend.
AM	Shire Out of Hours Funding including Winter Pressure allocation	(210)	Shire Out of Hours Funding including Winter Pressure allocation underspend £210,000) This funding has, in previous years, been used to offset overspending against the budget for inward recharges to Aberdeenshire of the GMED Service, hosted by Moray H&SCP. However, during 2021/22, there was an underspend against the budget for inward recharges from the GMED Service.
AN	GP Premises funding	(295)	GP Premises funding underspend £(295,000) In accordance with the wishes of the GP Premises Group, this unused funding will be carried forward to 2022/23 in an earmarked reserve, with the intention that it will be used to fund the back scanning of medical records, thus freeing space in GP premises.
AO	Covid-19	(18,372)	Covid-19 underspend £(18,372,000) Funding of £19,675,000 was received at the very end of the financial year and was the driver of this underspend. It will be carried forward into 2022/23 to meet costs in the new year.
AP	Psychological Therapies funding (Recovery Fund)	(347)	Psychological Therapies funding (Recovery Fund) underspend £(347,000) It was recognised by the Scottish government when this funding was awarded to assist with clearing the backlog caused by the Covid-19 pandemic that doing this might take up to two years, leading to underspending during 2021/22.
AQ	Psychological Therapies (Service Improvement) funding	(163)	Psychological Therapies (Service Improvement) funding underspend £(163,000) This funding was received at the very end of the financial year, meaning that it was not possible for it to be used during 2021/22.
AR	Winter Pressure (MDT) funding	(848)	Winter Pressure (MDT) funding underspend £(848,000) Winter pressure funding to support recruitment to multi-disciplinary teams (MDTs) to help boost resilience was used to recruit to posts in accordance with the winter plan. However, the plan is wide-ranging and it was not possible to recruit to all of the posts identified in the plan during 2021/22.
AS	Balance of NHSG uplift funding	305	Balance of NHSG uplift funding overspend £305,000) This amount was required to partially finance a funding transfer from the health arm of the Partnership to Aberdeenshire Council during 2021/22, in accordance with the budget set by the IJB at its meeting of the 31st of March 2021.

Appendix 3

SUMMARY OF ADDITIONS TO AND DEDUCTIONS FROM THE REVENUE BUDGET OF THE INTEGRATED JOINT BOARD DURING JANUARY, FEBRUARY AND MARCH 2022

	NHS Grampian			Aberdeenshire Council			Total
	£	£	£	£	£	£	£
Full year effects of recurring 2020/21 budget adjustments	Recurring	Non-Recurring	Total	Recurring	Non-Recurring	Total	
Funding as at the 31st of December 2021 for AH&SCP provided services as reported to the IJB			210,595,226			125,901,013	336,496,239
Council Savings & Vol Redundancy					(502,100)	(502,100)	(502,100)
Budget for CSWO to ECS				(3,650)	(3,650)	(3,650)	(3,650)
Transformation Funding to ECS/LLA				(60,000)	(60,000)	(60,000)	(60,000)
Redetermination Income				5,496,515	1,931,000	7,427,515	7,427,515
Funding from general reserve per IJB agreed budget						1,000,000	1,000,000
Healthy Futures Diabetes funding			13,996				
Non-medical prescribing funding			3,000				
Sub total AHP			16,996				16,996
Funding for plasma products			2,930				
Sub total Community Hospitals			2,930				2,930
Chief Medical Officer funding			1,000				
Sub Total Other Direct Patient Care			1,000				1,000
Maternal and infant nutrition funding 2021/22			12,807				
Sub total Public Health			12,807				12,807
Chronic pain funding			2,500				
Sub total Support Services			2,500				2,500
Chronic Medication Service medical funding			18,000				
Primary care pay uplift funding	39,573	39,573					
Primary care improvement grant realignment based on spending			89,049				
Shingles funding			15,934				
Meningitis B funding			15,733				
Rotavirus funding			4,100				
Sub total Primary Care			182,389				182,389
Seasonal flu funding			70,088				
Sub total Prescribing			70,088				70,088
Funding for inward recharges of hosted services	58,031	58,031	65,570				
Sub total Inward Recharges of Hosted Services			123,601				123,601
Transfers to Aberdeenshire (share of hosted services), Aberdeen City and Moray of their shares of Buvidal funding for HMP Grampian			(61,843)				
Net addition/deduction through hosted services adjustments			(20,371)				
Sub Total Services Hosted by Aberdeenshire			(82,214)				(82,214)
Action 15 funding			637,119				
ADP sexual health blood borne virus funding			38,404				
ADP MIST funding			252,652				
Health care support worker funding			496,941				
Primary Care Improvement funding tranche 2 for 2021/22			3,263,425				
Out of Hours funding			(103,795)				
GP Premises funding			63,163				
Covid-19 funding			20,966,000				
Mental health facilities improvement (Recovery and Renewal) funding			631,631				
Psychological Therapies (Service improvement) funding			163,000				
Medical and Senior Manager Pay Award funding (added to Additional Scottish Government funding in year assumed reporting line)	266,318	266,641					
Remove additional Scottish Government funding in year assumed as this is not a figure that appears in the NHS Grampian ledger			(345,662)				
Replace the additional Scottish Government in year assumed figure with the balance of uplift funding figure appearing in the NHS Grampian ledger			(304,767)				
Sub total Funds			26,024,752				26,024,752
Adj to Resource transfer funding received from Aberdeen City H&SCP double counted					(461,513)	(461,513)	(461,513)
Overall Revised Budget as at 31st March 2022	363,922	364,245	25,990,603	236,950,075	5,492,865	907,387	133,301,265
370,251,340							370,251,340
Represented by:							
NHS Grampian Core Services			56,672,647				56,672,647
Primary Care			44,147,045				44,147,045
Prescribing			45,180,764				45,180,764
Community Mental Health			9,671,415				9,671,415
Aberdeenshire Share of Hosted Services			16,696,275				16,696,275
Out of area services			3,572,000				3,572,000
Partnership Funds			30,232,883				30,232,883
Resource transfer to Aberdeenshire Council (included in Council reporting lines)			13,287,382				13,287,382
Social Care funding transferred to Council (included in Council reporting lines)			13,384,000				13,384,000
Veterans' funding transferred to Council (included in Council reporting lines)			200,525				200,525
Covid-19 funding (included in Council reporting lines)			0				0
Mainstreamed Integrated Care Fund (included in Council reporting lines)			549,000				549,000
Mainstreamed Delayed Discharge (included in Council reporting lines)			1,009,000				1,009,000
Frailty Pathway funding transferred to Council (included in Council reporting lines)			37,890				37,890
Council Social Care Funding						164,076,789	164,076,789
Resource transfer From NHS Grampian (included in Council reporting lines)					(13,287,382)	(13,287,382)	(13,287,382)
Social Care funding From NHS Grampian (included in Council reporting lines)					(13,384,000)	(13,384,000)	(13,384,000)
Veterans' funding from NHS Grampian (included in Council reporting lines)					(200,525)	(200,525)	(200,525)
Mainstreamed Integrated Care Fund (included in Council reporting lines)					(549,000)	(549,000)	(549,000)
Mainstreamed Delayed Discharge (included in Council reporting lines)					(1,009,000)	(1,009,000)	(1,009,000)
Frailty Pathway funding transferred to Council (included in Council reporting lines)					(37,890)	(37,890)	(37,890)
Contra			2,959,678			(2,959,678)	0
			237,600,505			132,649,314	370,249,818
Set Aside Budget							32,349,000
							402,598,818

Aberdeenshire HSCP - Savings Plan 2021/22

Appendix 4

Ref	Theme	Area	Initiatives	Savings Target 2021/22	Actual Savings 2021/22
				£k	£k
1	Community Hospital Bed Capacity Redesign	Payroll Costs	Reduced use of bank and agency staffing due to reductions in bed capacity.	700	700
2	Hosted Services Budget - Intermediate Care	Payroll Costs	Reduced use of staffing due to changes in Intermediate Care services at the Woodend Hospital Site	300	300
3	Social Care Redesign - Day Care & Residential Care	Social Care	Reflecting changes to commissioned and in house services due to service redesign to deal with the impact of the Covid pandemic	570	570
4	High Cost Packages Redesign	Payroll Costs	Reflecting the cessation of a high cost package	346	258
5	Integrated Care Fund	Integrated Care Fund	Reflecting the decision to pause further new commitments against the Fund.	770	770
6	Income Shortfall	Social Care - Income	Potential to access Aberdeenshire Council funding for Covid related income shortfall if shortfall cannot be claimed against Covid funding. Final guidance from Scottish Government was that the shortfall could be claimed against Covid funding therefore there is no requirement to access Aberdeenshire Council funding.	447	0
				3,133	2,598