

## REPORT TO ABERDEENSHIRE INTEGRATION JOINT BOARD 12 OCTOBER 2022

### FINANCE UPDATE AS AT 31 AUGUST 2022

#### 1 Recommendation

The Integration Joint Board (IJB) is recommended to:

- 1.1 Consider and comment on the financial position set out in the report at 6.3 and Appendices 1 and 2;
- 1.2 Approve the budget adjustments detailed in Appendices 1 and 3;
- 1.3 Note position relating to additional funding in Section 7; and

#### 2. Reason for Report

- 2.1 This report provides the financial monitoring information for the 2022/23 financial year. It covers the five month period up to the end of August 2022.

#### 3. Financial Implications from 2021/22

- 3.1 The unaudited annual accounts for 2021/22 were presented to the IJB Audit Committee on 20<sup>th</sup> June 2022 and are currently being audited by Audit Scotland with an expected sign off at the Audit Committee meeting scheduled on 12<sup>th</sup> October 2022.
- 3.2 The unaudited Annual Accounts show a surplus for 2021/22 of £28.5 million. This was largely due to additional funding allocated to the IJB in early 2022 by the Scottish Government. The underspend against the revenue budget for 2021/22 was £3.311 million. The overall position is shown in the table below: -

	01/04/21	Movement	31/03/22
	£m	£m	£m
<b>General Fund Reserve</b>	4.597	3.311	7.908
<b>Earmarked Reserves:-</b>			
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
<b>Total Reserves</b>	<b>20.564</b>	<b>28.496</b>	<b>49.060</b>

### 3.3 Budget Savings 2022/23

Given the current economic climate, referenced in the draft Medium Term Financial Strategy on the agenda today, the savings will require to be reviewed as part of the detailed budget setting process for financial year 2023/24 to ensure that the savings are recurring in nature and to take account of any pressure on Travel and Subsistence budgets due to the ongoing fuel crisis and potential increase in travel (offset by increased use of technology) and the pressure that we may start to see on our external care providers and potential requests for funding support. For reference the approved savings at the meeting of the IJB in June 2022 were as follows -

- **National Care Home Contract - £856,000**
- **Social Care Uplifts - £2.21 million**
- **Travel and Subsistence - £125,000**

As of August 2022, the forecast projection for 2022/23 including these savings is within budget.

It should be noted that it is not proposed to use any of the IJB's projected General Reserve at the end of the 2021/22 financial year to support the financial position in 2022/23. As we move through the financial year this current proposal will be reviewed in line with any material ongoing pressures and the discussion around the mitigation of these.

## 4. Covid 19 Continuing Financial Impact

4.1 The Covid 19 pandemic continues to have a financial impact on the IJB across many areas. Examples are:

- The continued need for PPE and higher infection control standards.
- Sustainability payments to social care providers have been extended beyond 21/22 to the end of September 2022.

4.2 The financial impact of Covid 19 will be felt for a considerable period of time as services move from into the recovery and renewal phase. It will be some time before there is an overall identification of all the financial implications of changes in the way services are delivered in future by the IJB. Regarding funding, at the current time the costs incurred in 2022/23 will be met from the earmarked IJB's Covid reserve. The likelihood is that the majority of Covid funding will not continue

beyond 2022/23. We continue to work with our partners across the NHS Grampian area to set realistic forecasts regarding those delegated and non-delegated vaccination costs in line with funding available. Work is also ongoing to fully realise the potential budget impact for 2023/24 and beyond based on National Guidelines for vaccination provision. This will form part of the detailed budget work in setting the 2023/24 IJB Revenue Budget.

#### 4.3 Scottish Government Funding Updates

##### **IJB Covid Reserves**

The Scottish Government's Director of Health Finance and Governance in a letter dated 12<sup>th</sup> September stated that there have been a number of significant changes to Public Health policies in relation to Covid over the summer, resulting in the profile of Covid spend reducing significantly compared to when funding was provided to IJBs for Covid purposes in February 2022.

In response to this, the Scottish Government will reclaim surplus Covid reserves to be redistributed across the sector to meet current Covid priorities. The detail of this will follow at an IJB level and the process and timetable will follow through further communications. In order for the sector to have sufficient levels of Covid funding, compliance with current policies is required.

This is an in year adjustment to reserves and is not an approach that will impact on future years. Future Covid related costs will need to be considered as part of the overall budget envelope that is agreed through the usual Scottish Government budget process in 2023-24 and beyond.

Further to this the Interim Deputy Director – NHS, Integration and Social Care Finance confirmed the following -

- We plan to use the Q2 return numbers to inform the full year spend projection,
- Adjustment through the November allocation letter in early December.
- No adjustments should be made for Unscheduled care and PPE. PPE will not be charged for in 22/23 and will still be met by NSS.
- Due to the wider financial challenge this year, IJBs must continue to bear down on Covid costs. IJBs should utilise other funding streams and reserve balances such as interim care, care at home and other residual reserve balances to meet pressures on additional capacity.

##### **Primary Care Improvement Fund (PCIF)**

Following queries from Integration Authorities on the methodology for the tranche two Primary Care Improvement Fund, we can confirm that the total PCIF allocation for 2022-23 will be £170m funding allocated on an NRAC basis, less reserves held as at 31 March 2022. The tranche two allocations will therefore be reduced to reflect increased reserve positions as at 31 March 2022. In some instances, partnerships will already have received their full allocation for 22-23 when taking into account their tranche one allocation and reserves held as at 31 March 2022.

#### 5. Risks

##### 5.1 IJB Risk 1 Sufficiency and affordability of resource.

5.2 This report is key to managing this risk as it highlights areas of movement when compared to the agreed budget. In a number of instances actions are required to address the forecast movement from budget, with initial discussions taking place at the Senior Management Team to agree any action to be taken.

## 6. Current Financial Position & Forecast for the Year

6.1 This is the second financial monitoring report to the IJB for the 2022/23 financial year. This report covers the financial position to the end of August 2022 compared to the agreed budget set in March 2022, adjusted for any agreed budget movements since the start of the year and approved savings to balance budget.

6.2 The focus for the Senior Management Team will be on the forecast year end position as at 31<sup>st</sup> March 2023 which is included in this budget update and will continue to be reported on throughout 2022/23 financial year.

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 August 2022:

### Summary: August 2022/23 Financial Position

	Revised Year to Date Budget 2022/23 £000's	Actual to 31 August 2022 £000's	Variance to 31 August 2022 £000s	Variance %
Health & Social Care	148,624	149,418	794	0.5%
Funds	360	414	54	15%
Set aside budget	7,571	7,571	0	0%
<b>2022/23 Position</b>	<b>156,555</b>	<b>157,403</b>	<b>848</b>	<b>0.5%</b>

6.4 From the summary table it can be seen that:

- There is a **small overspend of £0.794 million** at the end of August 2022.
- **Health** budgets are showing a small **overspend of £0.288 million** for the year to date.
- **Social Care** budgets are showing a small **overspend of £0.506 million** for the year to date.
- **Funds** are showing a small **overspend of £0.054 million**.
- The **Set Aside** budget is **break even** at this stage.

6.5 These figures do not include any additional costs of dealing with Covid which are referenced in Section 4 above.

6.6 Health service budgets are showing a **small overspend of £288,000** at the end of August. The most significant overspends are on Other Direct Patient Care and Health Centre Management. Financial pressure is still being experienced on the Community Mental Health budget due to continuing high levels of agency locum costs for medical staff.

6.7 Social Care budgets are showing a **small overspend of £506,000** at the end of August. The main areas of overspends are within Care Management both in Adult and Older People Services.

**Appendix 2** provides detail of material variances regarding the year to date position.

6.8 The forecast for the year has been prepared based on the August results and is shown in the table below:

**Summary: Forecast for the Financial Year as at 31 August 2022**

	<b>Revised Budget 2022/23 £000's</b>	<b>Forecast 2022/23 £000's</b>	<b>Forecast Variance 2022/23 £000s</b>	<b>Forecast Variance %</b>
Health & Social Care	353,201	352,813	(387)	(0.11%)
Funds	(441)	(814)	(374)	(84.8%)
Set aside budget	32,349	32,349	0	0%
<b>2022/23 Position</b>	<b>385,109</b>	<b>384,348</b>	<b>(761)</b>	<b>(0.2%)</b>

6.9 From the summary table it can be seen that:

- An **underspend of £0.761 million** is being forecast for the year, equating to 0.2% of the IJB budget.

6.10 The budget virements proposed for approval at **Appendix 1** also include reconciliations to the revised budget. The revised budget is, therefore, subject to the approval of the virements.

6.11 A number of significant financial risks have been highlighted at this stage of the financial year, per **Appendix 1**, and will continue to be managed as the year progresses:

- **Health Centres Management** - This overspend is the result of several factors including the costs of an agreement to partially support the cost of employing locum medical staff at an independent GP practice, increased energy costs, increased commercial rent, reduced income due to the fact that a formerly independent practice is now salaried and the cost of medical supplies.
- **Other Direct Patient Care** - This overspend is principally the result of the requirement to employ locum GPs to maintain continuity of service at salaried medical practices.
- **GP Prescribing Costs** – Volumes of prescriptions and drug prices can be volatile and this has required careful monitoring and management as the year has progressed.
- **Community Mental Health** - The bulk of this overspend is accounted for by a variance against locum medical staffing, partially offset by an underspend against substantive medical staffing.

- **Adult Services – Community Care** - Client Care Packages are currently over budget. All care packages continue to be reviewed but at this point, committed packages vary significantly from budget.
- **Older People – Care Management** - The cost of care packages is higher than budget. Further analysis is to be undertaken to ascertain the pressurised areas. Finance service in conjunction with budget holders will monitor the situation and update IJB as required in future monitoring.
- **Older People – Very Sheltered Housing** - Recruitment continues to be an issue in the complexes. Agency staff are being used which has resulted in an overspend in the staffing line at present. Continuing staffing shortages have meant there are vacancies resulting in lower income than expected.

## 7 Additional Funding

### 7.1 Aberdeenshire Council

At the Council meeting on 24<sup>th</sup> June 2021 Aberdeenshire Council agreed to allocate funding of £3.0 million to mitigate a number of risks identified in the IJB budget and support a number of measures to support mental wellbeing and transformation of services of services across Aberdeenshire. This funding is extremely welcome and the IJB has put in place project arrangements to commit the funding.

7.2 Recent Senior Management Team meetings have approved funding to the following projects to support early intervention and prevention in dealing with mental wellbeing issues and transformational work:

- Chaplaincy Community Listening Services (£136k)
- Live Life Aberdeenshire Physical Activity Pathway (£207k)
- Digital Supported Self Management for Long Term Conditions in Primary Care (£128k)
- Delivering Child Healthy Weight Services (£71k)
- Togetherall Digital Platform (£162k)
- Support for Out of Area, Complex Care and MHLD projects (£353k)
- Care at Home Additional Resources (£109k)

Further detail on each of these projects can be provided on request. The IJB is continuing to review requirements of projects to commit the funding with the intention to utilise uncommitted funding in 2022/23.

### 7.3 Winter Funding for Health and Social Care

The Scottish Government confirmed a range of measures and new investment on 5 October 2021 relating to Winter Planning for Health and Social Care.

The confirmed funding as at February 2022 covers the following areas –

- Recruitment of Support Staff - £0.504m
- Enhancement of Multi-Disciplinary Teams - £0.848m
- Provision of Interim Care - £1.698m
- Expanding Care at Home Capacity - £2.632m
- Social Care Pay Uplift - £1.633m

Plans were developed and costed to ensure that where possible the funding was implemented in 2021/22, if possible, to ensure the aims of the various funding streams with particular focus on recruitment.

Due to the timing of receipt of the funding the majority of the funding has been carried forward to financial year 2022/23 and £2m of the underspend has been utilised in the creation of the new Service Capacity and Redesign reserve as approved by the IJB in August 2022 to support the review of our Strategic Priorities and to also support achievement of savings and efficiencies to meet the challenges faced by potentially reduced funding, coupled with increased costs. The plans for this reserve will be presented in detail to the Partnerships SMT and progress reviewed by IJB during 2022/23 and beyond.

## **8 Monitoring**

- 8.1 The Chief Officer and the Legal Monitoring Officer within Business Services of the Council have been consulted in the preparation of this report and any comments have been incorporated.

## **9 Equalities, Staffing and Financial Implications**

- 9.1 An equality impact assessment is not required because the recommended actions are not considered to have a differential impact on people with protected characteristics.
- 9.2 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**  
Reported prepared 3 October 2022

ABERDEENSHIRE INTEGRATED JOINT BOARD

Appendix 1

	ACTUAL 2021/22 £'000	REVISED BUDGET 2022/23 as at 30/6/22 £'000	BUDGET ADDNS/ DEDNS JULY & AUG 2022/23 £'000	BUDGET VIREMENTS JULY & AUG 2022/23 £'000	REVISED BUDGET 2022/23 as at 31/8/22 £'000	YTD REVISED BUDGET 2022/23 as at 31/8/22 £'000	ACTUAL TO as at 31/8/22 £'000	%	VARIANCE TO END AUG 2022/23 £'000	FORECAST 2022/23 AS AT END AUG £'000	FORECAST VARIANCE 2022/23 £'000	NOTES
<b>Health &amp; Social Care</b>												
<b>NHSG Core Services</b>												
a)	1,755	1,824	0	0	1,824	712	687	37.65%	(25)	1,829	5	
b)	10,091	9,272	0	415	9,687	4,563	4,641	47.90%	78	10,067	379	
c)	751	688	0	0	688	287	262	38.12%	(24)	630	(58)	
d)	17,758	18,515	2	0	18,517	7,718	7,665	41.40%	(53)	18,371	(146)	
e)	1,381	205	1,120	0	1,325	552	548	41.37%	(4)	1,316	(9)	
f)	822	950	0	0	951	396	250	26.29%	(146)	619	(331)	A
g)	2,710	2,596	0	0	2,596	1,082	1,026	39.52%	(56)	2,462	(134)	
h)	5,373	5,813	0	0	5,813	2,422	2,319	39.89%	(103)	5,565	(248)	B
i)	(129)	(605)	0	0	(605)	(252)	111	(18.34)%	363	266	871	C
j)	6,391	5,445	0	24	5,469	2,299	2,272	41.53%	(27)	5,455	(15)	
k)	3,003	3,271	10	772	4,053	2,003	2,654	65.48%	651	4,384	331	D
l)	676	785	60	0	845	323	275	32.49%	(48)	586	(259)	
m)	423	418	0	0	418	174	168	40.14%	(6)	403	(15)	
n)	4,174	3,790	0	0	3,790	1,579	1,416	37.35%	(164)	3,884	94	E
<b>1</b>	<b>55,179</b>	<b>52,967</b>	<b>1,193</b>	<b>1,211</b>	<b>55,371</b>	<b>23,856</b>	<b>24,291</b>	<b>43.87%</b>	<b>435</b>	<b>55,836</b>	<b>465</b>	
2	44,031	43,067	0	(263)	42,804	17,877	17,127	40.01%	(750)	41,108	(1,696)	F
3	45,895	47,383	0	0	47,383	19,730	19,688	41.55%	(42)	47,616	233	
4	10,664	8,841	17	330	9,189	4,149	4,890	53.22%	741	10,809	1,621	G
5	16,546	17,033	81	0	17,114	7,123	7,022	41.03%	(101)	16,947	(167)	H
6	3,584	3,572	0	0	3,572	1,257	1,262	35.32%	4	3,112	(460)	
<b>TOTAL OF ABOVE</b>	<b>175,898</b>	<b>172,864</b>	<b>1,291</b>	<b>1,278</b>	<b>175,433</b>	<b>73,993</b>	<b>74,281</b>	<b>42.34%</b>	<b>288</b>	<b>175,428</b>	<b>(4)</b>	
7	83	95	0	0	95	40	40	42.11%	0	95	0	
8	8,097	9,256	0	0	9,256	4,413	4,473	48.33%	60	7,326	(1,930)	
9	4,283	4,491	0	0	4,491	1,867	1,787	39.79%	(80)	4,473	(18)	
10	272	240	0	0	240	100	116	48.30%	16	240	(0)	
11	11	51	0	0	51	22	22	42.85%	0	51	(0)	
12	0	1	0	0	1	0	0	-	(0)	1	(0)	
13	44,773	50,871	0	0	50,871	21,196	22,212	43.66%	1,016	52,371	1,500	I
14	5,046	6,053	0	0	6,053	2,523	1,912	31.59%	(611)	5,053	(1,000)	J
15	1,944	1,970	0	0	1,970	821	745	37.82%	(76)	1,970	0	
16	409	559	0	0	559	233	156	27.91%	(77)	408	(151)	
17	5,173	6,933	0	0	6,933	2,890	2,573	37.11%	(317)	6,432	(501)	K
18	1,790	1,833	0	0	1,833	764	805	43.91%	41	1,832	(1)	
19	4,351	4,466	0	0	4,466	1,861	1,830	40.97%	(31)	4,563	97	
20	(1,075)	(573)	0	0	(573)	(238)	(246)	42.93%	(8)	(573)	(0)	
21	1,708	2,599	0	0	2,599	1,083	905	34.82%	(178)	2,349	(250)	L
22	318	312	0	0	312	130	175	56.14%	45	334	22	
23	54,477	57,748	0	0	57,748	24,059	25,367	43.93%	1,308	59,348	1,600	M
24	(20)	0	0	0	0	0	0	-	0	0	0	
25	506	790	0	0	790	330	179	22.65%	(151)	790	(0)	N
26	15,398	15,956	0	0	15,956	6,650	5,913	37.06%	(737)	15,956	(0)	O
27	9,902	9,548	0	0	9,548	3,983	3,991	41.80%	8	9,548	0	
28	4,688	4,568	0	0	4,568	1,904	2,182	47.77%	278	4,818	250	P
<b>Funds</b>	<b>162,132</b>	<b>177,768</b>	<b>0</b>	<b>0</b>	<b>177,768</b>	<b>74,631</b>	<b>75,137</b>	<b>42.27%</b>	<b>506</b>	<b>177,385</b>	<b>(383)</b>	
29	643	800	0	0	800	333	225	28.17%	(108)	724	(76)	Q
30	14	64	0	0	64	27	6	10.04%	(20)	15	(49)	
31	0	7	0	0	7	0	0	-	0	0	(7)	
32	0	0	0	0	0	0	59	100.00%	59	0	0	
33	0	(1,096)	37	(943)	(2,003)	0	0	-	0	(2,003)	0	
34	0	(184)	0	(330)	(514)	0	0	-	0	(514)	0	
35	0	278	0	6	284	0	0	-	0	284	0	
36	9	0	0	0	0	0	0	-	0	0	0	
37	3,057	0	0	0	0	0	0	-	0	0	0	
38	0	0	0	0	0	0	6	100.00%	6	0	0	
39	0	0	0	0	0	0	117	100.00%	117	0	0	R
40	0	274	0	0	274	0	0	-	0	274	0	
41	0	405	0	0	405	0	0	-	0	405	0	
42	0	252	0	11	242	0	0	-	0	0	(242)	
	<b>3,724</b>	<b>800</b>	<b>37</b>	<b>(1,278)</b>	<b>(441)</b>	<b>360</b>	<b>414</b>	<b>(94.01)%</b>	<b>54</b>	<b>(814)</b>	<b>(374)</b>	
<b>Sub total</b>	<b>341,753</b>	<b>351,432</b>	<b>1,328</b>	<b>0</b>	<b>352,760</b>	<b>148,984</b>	<b>149,832</b>	<b>42.47%</b>	<b>848</b>	<b>351,999</b>	<b>(761)</b>	
43	32,349	32,349	0	0	32,349	7,571	7,571	23.40%	0	32,349	0	
<b>2022/23 Position</b>	<b>374,102</b>	<b>383,781</b>	<b>1,328</b>	<b>0</b>	<b>385,109</b>	<b>156,555</b>	<b>157,403</b>	<b>40.87%</b>	<b>848</b>	<b>384,348</b>	<b>(761)</b>	



Variance Notes August 2022

<u>Note</u>	<u>Service</u>	<u>Over/(within) budget to end August 2022/23 £'000</u>	<u>Narrative</u>
A	Shire Community Mental Health	(146)	<b>Shire Community Mental Health underspend £(146,000)</b> This underspend resulted from an average of 4.95 wte posts being vacant during the period.
B	District Nursing	(103)	<b>District Nursing underspend £(103,000)</b> This underspend resulted primarily from an average of 3.4 wte posts being vacant during the period.
C	Health Centres Management	363	<b>Health Centres Management overspend £363,000</b> This overspend is the result of several factors including the costs of an agreement to partially support the cost of employing locum medical staff at an independent GP practice, increased energy costs, increased commercial rent, reduced income because a formerly independent practice is now salaried and the cost of medical supplies.
D	Other Direct Patient Care	651	<b>Other Direct Patient Care overspend £651,000</b> This overspend is principally the result of requirement to employ locum GPs to maintain continuity of service at salaried medical practices. £925k was spent on locums during the period, which was partially offset by underspends against vacant substantive posts.
E	Support Services	(164)	<b>Support Services underspend £(164,000)</b> The underspend against the budget for Support Services during the period arose primarily because of there being a number of vacant posts, geographically distributed across Aberdeenshire
F	Primary Care	(750)	<b>Primary Care underspend £(750,000)</b> This underspend reflects the one-off benefit of rates refunds in respect of prior years.
G	Community Mental Health	741	<b>Community Mental Health overspend £741,000</b>

<u>Note</u>	<u>Service</u>	Over/(within) budget to end August 2022/23	<u>Narrative</u>
H	Aberdeenshire Share of Hosted Services	(101)	<p>The bulk of this overspend is accounted for by an adverse variance against medical staffing of £650,000, consisting of unbudgeted expenditure of £819,000 against locum medical staffing, partially offset by an underspend of £(169,000) against substantive medical staffing due to vacant posts. In addition to this, there was an overspend against nursing during the period of £166k as a result of numbers in post exceeding establishment. Conversely, there was an underspend of £65k against allied health profession staff due to vacancies.</p> <p><b>Aberdeenshire Share of Hosted Services underspend £(101,000)</b></p> <p>The most significant variances during the period were against the Intermediate Care Service, hosted by Aberdeen City H&amp;SCP, £(47)k favourable due to vacancies and HMP Grampian, hosted by Aberdeenshire H&amp;SCP, £(54)k favourable. The underspend at HMP Grampian resulted from there being vacancies in several disciplines including medical, nursing, psychology and pharmacy.</p>
I	Adult Services - Community Care	1,016	<p><b>Adult Services Community Care overspend £1,016,000</b></p> <p><b>Care Packages</b> are currently over budget. The budget for third party providers received an uplift of 15% in 22/23 due to additional Scottish Government funding for the fair living wage. Some savings were taken from this budget line, however the actual uplift to providers was less than the funding at around 9.5%. Covid sustainability payments have now come to an end so an increase in expenditure over the previous year is expected but all packages continue to be reviewed especially those of high value. One of the main residential providers has indicated financial pressures and have requested their rates increase which is putting further pressure on this budget line. As explained below, some day care savings will be available to offset some of the pressures.</p>
J	Adult Services - Day Care	(611)	<p><b>Adult Services Day Care underspend £(611,000)</b></p> <p>Post pandemic Day Service provision is being remodelled. Some services users in 24/7 Residential Care are being offered an alternative service within their setting. This will mean Day Services will require a reduced budget but additional budget will be required within Adult Residential and Adult Community Care as third party providers are expected to cover day care. Further work will be required to determine the savings being made.</p>
K	Adult Services - Mental Health	(317)	<p><b>Adult Services Mental Health underspend £(317,000)</b></p>

<u>Note</u>	<u>Service</u>	<u>Over/(within) budget to end August 2022/23</u>	<u>Narrative</u>
			<i>Payments to Third Sector</i> are underspent by £200,000. Payments to a number of organisations were stopped in 2019/20 with a view to redesigning services for this client group. Work is ongoing particularly around accommodation to reallocate this budget.
L	Specialist Services & Strategy	(178)	<p><b>Specialist Services and Strategy underspend (£178,000)</b></p> <p>The Carer's Act funding for unpaid carers sits under this page. A slow uptake means there will be an underspend on this budget page. Packages are increasing post Covid and the underspend is anticipated to decrease as the year progresses.</p>
M	Older People - Care Management	1,308	<p><b>Older People - Care Management overspend £1,308,000</b></p> <p><i>Care Packages</i> are currently over budget. The budget for third party providers received an uplift of 15% in 22/23 due to additional Scottish Government funding for the fair living wage. Some savings were taken from this budget line, however the actual uplift to providers was less than the funding at around 9.5%. Covid sustainability payments have now come to an end so an increase in expenditure over the previous year is expected but all packages continue to be reviewed especially those of high value. An increase in care at home provision post covid both in terms of referral numbers and complexity of cases has been identified.</p>
N	Older People - Day Care	(151)	<p><b>Older People - Day Care underspend (£151,000)</b></p> <p>Day care provision is now open post covid however a review of service delivery is anticipated to deliver some savings. These may offset some of the overspend in residential packages in the Care Management page.</p>
O	Older People - Home Care	(737)	<p><b>Older People - Home Care underspend (£737,000)</b></p> <p>Home care continues to be under pressure with an increase in hours required and complexities of care. Recruitment is a challenge and a project group is currently looking at ways to increase the uptake of vacancies. The under budget position is not reflective of the pressure on this service. Some recruitment has been possible but this has come from additional SG winter pressure funding which sits in the Headquarters page.</p>
P	Older People - Very Sheltered Housing	278	<p><b>Older People - Very Sheltered Housing overspend £278,000</b></p> <p>Recruitment continues to be an issue in the complexes. Agency staff are being used, which has caused an overspend in the staffing line. Staffing shortages have meant that there are vacancies, which has caused income to be lower than budget.</p>

<u>Note</u>	<u>Service</u>	Over/(within) budget to end August 2022/23	<u>Narrative</u>
Q	Integrated Care Fund	(108)	<p><b>Integrated Care Fund underspend £(108,000)</b></p> <p>This underspend resulted from a combination of underspends to date on current projects and an under commitment of available funding due to not all of it currently being allocated to projects. The year to date underspend exceeds the forecast underspend as it is presently assumed that there will be an element of catching up in respect of projects already under way.</p>
R	Covid-19	117	<p><b>Covid-19 overspend £117,000</b></p> <p>There has been no allocation of funding for Covid costs during 2022/23, meaning that all spending on Covid during the year will show as an overspend. There is, however, a substantial reserve of Covid funding lying on the Partnership's balance sheet, which will be drawn upon at year-end to cover these costs.</p>

SUMMARY OF ADDITIONS TO AND DEDUCTIONS FROM THE REVENUE BUDGET OF THE INTEGRATED JOINT BOARD DURING JULY AND AUGUST 2022

	NHS Grampian			Aberdeenshire Council			Total	
	£	£	£	£	£	£	£	
Full year effects of recurring 2022/23 budget adjustments	Recurring	Non-Recurring	Total	Recurring	Non-Recurring	Total		
<b>Funding as at the 30th of June 2022 for AH&amp;SCP provided services as reported to the IJB</b>			204,337,686			147,094,800	351,432,486	
Waiting times funding		235						
<b>Sub total AHP</b>			235				235	
New Medicines Fund		53						
Funding for plasma products		1,919						
<b>Sub total Community Hospitals</b>			1,972				1,972	
Funding for Inverurie Hub project		1,120,000						
<b>Sub total Inverurie Hub project</b>			1,120,000				1,120,000	
Waiting times funding		139						
<b>Sub Total Health Visiting</b>			139				139	
Open University course funding		10,000						
<b>Sub Total Other Direct Patient Care</b>			10,000				10,000	
Tobacco (Wellbeing Project) funding		60,000						
<b>Sub total Public Health</b>			60,000				60,000	
Capacity funding		17,356						
<b>Sub total Community Mental Health</b>			17,356				17,356	
Employer's national insurance uplift funding	36,252	36,252						
Funding for inward recharges of hosted services	52,507	44,496						
Funding for inward recharges of hosted services		15						
Capacity funding								
<b>Sub total Inward Recharges of Hosted Services</b>			80,763				80,763	
Primary Care Improvement Fund tranche 1		36,891						
<b>Sub total Funds</b>			36,891				36,891	
<b>Overall Revised Budget as at the 31st of August 2022</b>	<b>88,759</b>	<b>80,763</b>	<b>1,246,593</b>	<b>205,665,041</b>	<b>0</b>	<b>0</b>	<b>147,094,800</b>	<b>352,759,841</b>
<b>Represented by:</b>								
NHS Grampian Core Services			55,370,528					55,370,528
Primary Care			42,804,310					42,804,310
Prescribing			47,383,290					47,383,290
Community Mental Health			9,188,599					9,188,599
Aberdeenshire Share of Hosted Services			17,114,031					17,114,031
Out of area services			3,572,000					3,572,000
Partnership Funds			(440,732)					(440,732)
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
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
Council Social Care Funding						177,768,116		177,768,116
Resource transfer From NHS Grampian (included in Council reporting lines)						(13,287,382)		(13,287,382)
Social Care funding From NHS Grampian (included in Council reporting lines)						(13,384,000)		(13,384,000)
Veterans' funding from NHS Grampian (included in Council reporting lines)						(200,525)		(200,525)
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)
Contra						(2,243,900)		0
			2,243,900					
			<b>205,665,832</b>			<b>147,094,309</b>		<b>352,760,141</b>
<b>Set Aside Budget</b>								32,349,000
								<b>385,109,141</b>