



Dumfries and Galloway
Integration Joint Board

27th May 2021

This Report relates to
Item 10 on the Agenda

Financial Performance Financial Year 2020/21

Paper presented by Katy Kerr

For Discussion and Noting

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List of Background Papers:	Not required
Appendices:	None

Direction Required to Council, Health Board or Both	Direction to:	
	1. No Direction Required	X
	2. Dumfries and Galloway Council	
	3. NHS Dumfries and Galloway	
	4. Dumfries and Galloway Council and NHS Dumfries and Galloway	

1. Introduction

- 1.1 This report presents the summary financial performance of the budgets delegated to the Integrated Joint Board (IJB) as at end of March 2021 for the financial year 2020/21.

2. Recommendations

2.1 The Integration Joint Board is asked to note:

- The draft break-even position for the year as planned.
- All numbers are draft subject to external audit scrutiny of the NHS, Council and IJB accounts.
- Additional funding was released from the NHS Board to the IJB to off-set the underlying overspends of £8.856m in-year non-recurrently.
- The level of IJB ringfenced reserves at 31 March 2021 of £16.41m (£2.539m at 31 March 2020).

3. Background and Main Report

3.1 Background

- 3.2 This consolidated report brings together the financial reporting of all services delegated to the IJB from the NHS and the Council. It presents the draft final position for the IJB as a whole for the year ending 2020/21.

3.3 Main Body of the Report

- 3.4 The final position of the IJB reports a break-even position. This has been delivered as per the Integration Scheme, with the NHS Board funding a range of cost pressures and overspends throughout the year and releasing reserves of £8.856m to achieve a balanced position. This has been an extraordinary year due to the Covid-19 pandemic with savings delivery significantly impacted by the pandemic.

Services Delegated to IJB

- 3.5 The position as at the year end shows a break-even position as highlighted in the table below by each of the delegated services:

Table 1

	2020/21 Annual Budget	2020/21 Actual Outturn	2020/21 Variance
AREA	£000s	£000s	£000s
IJB DELEGATED SERVICES			
Acute and Diagnostics	132,304	132,511	(207)
Facilities and Clinical Support	18,193	18,079	114
Mental Health Directorate	26,907	26,403	504
Community Health & Social Care (NHS)	69,046	68,725	321
Primary Care Services	52,741	53,082	(341)
Women's and Children's Directorate	24,327	24,033	294
EHealth	6,466	6,473	(7)
Strategic IJB Services	44,343	44,513	(170)
IJB Unidentified savings	(13,640)	0	(13,640)
Inflation/Cost Pressure Budgets held centrally	4,276	0	4,276
IJB Funding from NHS Board	8,856	0	8,856
Social Work Services			
Children and Families	93	90	3
Adult Services	15,461	15,756	(295)
Older People	28,569	28,108	461
People with Learning Disabilities	25,030	25,485	(455)
People with Physical Disabilities	5,746	5,437	309
People with Mental Health need	1,997	1,941	56
Adults with addiction/substance mis-use	232	224	8
Strategic Commissioning	2,293	2,380	(87)
IJB SERVICES TOTAL	453,240	453,240	0

3.6 Delivery of a balanced position for 2020/21 was achieved, after additional non-recurrent funding was made available to off-set the overspends across IJB delegated services and significant additional resources from Scottish Government to support the Covid-19 pandemic.

3.7 Whilst there were a number of pressures in-year and savings targets weren't met, there were also a number of key underspends identified which help deliver a balanced position. These are summarised as follows:

- Activity driven spend (surgical sundries, laundry costs, Central Sterilisation Services Department (CSSD), reduced unplanned care)
- Access funding - underutilised – but recurring pressures
- Workforce/vacancies – Covid-19 impact slowing down (halting), recruitment, staff deployed into Covid-19 roles, service redesign paused
- Travel (pool car and transport)/course fees/training including patient travel
- Printing and stationery/postage
- Service Level Agreements (SLAs) fall in activity
- Underspend on various “projects” as most were put on hold or paused over the last year during Covid-19
- Covid-19 related rebates

Reserves

- 3.8 The IJB carried forward reserves of £2.539m into 2020/21 relating to the balance of the Social Care Fund and Alcohol and Drug Partnership monies. As at the 31st March 2021, these had increased to £16.41m as set out below. A combination of a slowing of spend on projects during the pandemic and additional resource from Scottish Government to support Covid-19 spend, and also Adult Social Care Winter Plans has driven the increase. Any reserve allocated for Covid-19 activity will be the first call for use against Covid-19 costs for 2021/22. These are ringfenced allocations and are fully committed and remain set aside for the purposes they were originally allocated to. The IJB has no general reserves.

Table 2 – Summary of IJB Reserves

	2019/20 £m	2020/21 £m
Integrated Care Fund	0.000	0.288
Alcohol and Drugs Partnership	0.245	0.771
Primary Care Improvement Fund	0.000	0.380
Mental Health Strategy - Action 15	0.000	0.253
Community Living Change Fund	0.000	0.497
Social Care Fund	2.294	2.583
Adult Social Care Winter Plan	0.000	3.815
Covid-19 Funding	0.000	7.823
Total	2.539	16.410

Year End Accounts 2020/21

- 3.9 The Annual Accounts for 2020/21 have been drafted and will be presented to the Audit and Risk Committee on 10th June 2021 for approval prior to consultation during July. The External Audit will be completed during the summer with a further update to the IJB in September 2021 when the accounts will be presented for approval.

4. Conclusions

- 4.1. This report provides an update for the position as at 31st March 2021. It also confirms that the Annual Accounts process is currently underway.

5. Resource Implications

- 5.1. Funding implications are considered as part of the overall Financial Plan and budget setting for the IJB.

6. Impact on Integration Joint Board Outcomes, Priorities and Policy

- 6.1. The Financial Plan has a key role in supporting the delivery of the Strategic Plan.

7. Legal and Risk Implications

- 7.1. There are no legal or risk implications identified.

8. Consultation

- 8.1. Consultation with Senior Finance Team across NHS and Council.

9. Equality and Human Rights Impact Assessment

9.1. As this report does not propose a change in policy/strategy/plan/project, it is not necessary to complete an impact assessment. Individual savings schemes and difficult decisions will be impact assessed.

10. Glossary

10.1 All acronyms must be set out in full the first time they appear in a paper with the acronym following in brackets.

CSSD	Central Sterilisation Services Department
IJB	Integration Joint Board
SLA	Service Level Agreement

Dumfries and Galloway Integration Joint Board



DIRECTION

(ISSUED UNDER SECTIONS 26-28 OF THE PUBLIC BODIES (JOINT WORKING) (SCOTLAND) ACT 2014)

1.	Title of Direction and Reference Number	
2.	Date Direction Issued by Integration Joint Board	
3.	Date from which Direction takes effect	
4.	Direction to	
5.	Does this direction supersede, amend or cancel a previous Direction? If yes, include the reference number(s)	
6.	Functions covered by Direction	
7.	Full text of Direction	
8.	Budget allocated by Integration Joint Board to carry out Direction	
9.	Desired Outcomes	
10.	Performance Monitoring Arrangements	
11.	Date Direction will be Reviewed	