

**Borders NHS Board**

## **PROVISION OF RESOURCES TO THE INTEGRATION JOINT BOARD DURING 2016/17**

### **Aim**

To seek approval from the Board in relation to resources provided to the Integration Joint Board (IJB) for functions as outlined in the scheme of integration for the year ended 2016/17. This includes elements set aside as part of the large hospital services provision.

### **Background**

The Board at its meeting on the 7th April 2016 approved the provision of resource to the Integration Joint Board for the functions delegated as outlined in the scheme of integration. This base amount was amended by the Board at its meeting on the 1 December 2016 to take account of supplementary or additional allocations made during the year up to 30<sup>th</sup> September 2017.

As part of our respective annual accounts processes NHS Borders and the IJB are required to agree a final balance for resources provided and directed in relation to functions delegated.

### **In-Year Variation**

The Health and Social Care Scheme of Integration (the Scheme) recognises and makes provision for in-year adjustment to resources provided where supplementary or additional resources are identified or received by the Board. The Scheme notes that there is an expectation that as additional resources are received these will be passed to the Integration Joint Board through an increase in the resources provided to it.

Additionally, the Health and Social Care Integration Good Practice Note recognises that Directions issued should be subsequently revised during the year in response to any development, and this should include any increase in budgets for functions delegated to it.

### **2016/17 Additional Adjustments**

Appendix 1 (attached) outlines the provision of resources approved by the Board at its April meeting for functions delegated under the scheme of integration, including provision for uplift and the contribution to overall efficiency required from delegated functions.

Additionally it details the increase in delegated resource agreed by the NHS Board at its meeting on the 1<sup>st</sup> December 2016 which included adjustments up to the end of September 2016.

Finally appendix 1 also outlines additional adjustments and allocations totalling **£5.140m** that have been made against delegated functions since September 2016. Therefore the provision of resources is **£123,398m** for the year ending 31 March 2017.

As outlined in Appendix 1 the most significant additional allocation is **£3.838m** being the agreed contribution NHS Borders made in respect of operational overspends incurred by delegated functions during 2016/17. It should be noted that this represents a non-recurring contribution to the in year reported position and does not form part of the agreed recurring baseline resource for delegated functions. While there is provision within the scheme of integration for NHS Borders to recover overspends against operational budgets in future years, it should be noted that NHS Borders will not be seeking to do this.

An increase of £1.303m in resource provided in respect of resources set aside is also noted. This relates to additional resources associated with high cost drugs (New Medicines Fund), additional non recurring funding provided for capacity agreed as part of winter planning arrangements, and a number of medical rota compliance costs across inpatient medical services.

The amendments noted above will not impact on financial position of the IJB, they represent a summary of changes which have been discussed with the IJB and included in the reported financial position to 31st March 2017. This paper simply reflects a formal authorisation by the Board for the provision of these resources.

## Recommendations

The Board is asked to:

- **Approve** the delegated resource of £123,398m, as detailed in Appendix 1, for the IJB.
- **Note** the provision of an additional £5.140m for functions delegated or set aside as per the scheme of delegation.
- **Note** that it is not the intention of the Boards to seek to recover resources made available to the IJB in respect of operational overspends incurred during 2016/17.
- **Note** The requirement for revised directions from the IJB in relation to additional resources and developments noted above.

<b>Policy/Strategy Implications</b>	Supports provisions outlined in the agreed scheme of integration for the establishment of delegated resources to the IJB.
<b>Consultation</b>	Principles applied have been discussed and agreed by NHS Borders Boards and Chief Officer for the IJB.
<b>Consultation with Professional Committees</b>	Included in the report
<b>Risk Assessment</b>	Included in the report
<b>Compliance with Board Policy requirements on Equality and Diversity</b>	Included in the report
<b>Resource/Staffing Implications</b>	N/A

**Approved by**

<b>Name</b>	<b>Designation</b>	<b>Name</b>	<b>Designation</b>
Carol Gillie	Director of Finance, Procurement, Estates & Facilities		

**Author(s)**

<b>Name</b>	<b>Designation</b>	<b>Name</b>	<b>Designation</b>
Kirk Lakie	Senior Finance Manager		

## Appendix 1

### NHS Borders

### Provision of Resources to the Integration Joint Board

### 2016-17

	<u>Delegated Functions</u> £m	<u>Set Aside</u> £m	<u>Total</u> £m
<b>Provision of Resource as at 01 April 2016</b>	<b>92,619</b>	<b>18,128</b>	<b>110,747</b>
<b><u>Adjustments April to Septemeber 2016</u></b>			
- NCL Additionall Allocations	4,712	-	4,712
- Other Adjustments/Allocation Agreed	1,866	933	2,799
	<u>6,578</u>	<u>933</u>	<u>7,511</u>
<b>Provision of Resource as at 30 September 2016</b>	<b>99,197</b>	<b>19,061</b>	<b>118,258</b>
<b><u>Adjustments November to March 2017</u></b>			
- Non Recurring contribution Operational Overspends	3,838		3,838
- Other Adjustments/Allocation Agreed	( 1 )	1,303	1,302
	<u>3,837</u>	<u>1,303</u>	<u>5,140</u>
<b>Provision of Resource as at 31 March 2017</b>	<b><u>103,034</u></b>	<b><u>20,364</u></b>	<b><u>123,398</u></b>