

Borders NHS Board



Meeting Date: 5 March 2020

Approved by:	Carol Gillie, Director of Finance, Procurement, Estates & Facilities
Author:	Iris Bishop, Board Secretary
FINANCE & RESOURCES COMMITTEE UPDATE	
Purpose of Report:	
<p>The purpose of this report is to brief the Board on any key issues within the Committee's remit, in order to provide assurance to the Board that those matters have been identified and are being addressed.</p>	
Recommendations:	
<p>The Board is asked to note the update from the Finance & Resources Committee.</p>	
Approval Pathways:	
<p>This report has been prepared for the Board.</p>	
Executive Summary:	
<p>The Finance & Resources Committee from the meeting on the 23 January 2020 would like to highlight the following to the Board:-</p> <ul style="list-style-type: none"> • Financial position – The Committee scrutinised a detailed report on the financial position as at 30 November 2019 and year end forecast. It noted the need to link realistic medicine and high cost drugs, and welcomed the improved position in regard to a reduction in brokerage requirements. • Turnaround – The Committee noted: <ul style="list-style-type: none"> ➢ that the Project Management Office (PMO) manager had been appointed and commenced in post; ➢ discussions were progressing with Scottish Borders Council and the Integration Joint Board on joint space and joint financial planning; ➢ that the Board was on course to deliver £7.1m of recurring savings. ; ➢ requested an update at the next meeting on the revised turnaround programme governance structure; • BOLD Revolutions End of Engagement Report and Action Plan - The Committee reviewed the report and action plan and agreed that it be shared with the Scottish Government and Borders NHS Board. • Redpoll External Review and Financial Plan External Review Follow Up Action Plans - The Committee reviewed the action plans and agreed that any outstanding actions would be consolidated with the End of Engagement Action Plan to create 	

one plan.

- **Indicative 5 Year Capital Plan Update** – The Committee noted the priorities for capital projects and that uncommitted sums of £0.5m were held for priority projects with £0.547m held for turnaround projects.
- **Annual Operational Plan – Digital Health & Care** – The Committee noted that an additional return had been required on Digital Health & Care.
- **Annual Operational Plan (AOP) - Financial Plan Submission** – The Committee noted that:
 - Directors of Finance had been asked to submit 2 scenario financial plans;
 - the Director of Finance estimated based on previous performance a maximum £5m of savings would be delivered in year in any financial year.
 - the Scottish Government expected the organisation at the end of three years to have no brokerage requirement.
 - feedback from the Scottish Government had been complimentary on the grip and control the organisation had put in place and an extra ordinary meeting of the Committee would take place to review the final draft of the AOP before the end of February to provide the Board with assurance on the submission.
- **Indicative Baseline Provision of 2020/21 Resource to the IJB** – The Committee:
 - noted that the provision of resource to the IJB for delegated functions and budgets set aside for the large hospitals element had been set on a pragmatic roll forward of 2019/20 resources, rather than established on the basis as outlined in the Integration Scheme;
 - approved the 2020/21 indicative provision of resource to the IJB at £135.46m, including £24.14m of resource set aside for the large hospitals element, for it to undertake the functions delegated to it for planning purposes. The final amount of resources provided for 2020/21 will be agreed by the NHS Borders Board in due course;
 - noted that further resources would be provided to the IJB when additional allocations were received. This would include a share of any brokerage received by the Board and a share of any non-recurring measures put in place to deliver financial targets in 2020/21.
- **Governance Statement** – It was noted that an Annual Report would be produced by the Committee in due course as part of the Governance Statement within the Board's Annual Accounts.

Impact of item/issues on:	
Strategic Context	Not Applicable
Patient Safety/Clinical Impact	As set out above
Staffing/Workforce	As set out above
Finance/Resources	As set out above
Risk Implications	As set out above
Equality and Diversity	Compliant
Consultation	Not Applicable
Glossary	AOP – Annual Operational Plan PMO – Project Management Office IJB – Integration Joint Board