



PERTH & KINROSS INTEGRATION JOINT BOARD

26 June 2019

GP PRESCRIBING AND OTHER HOSTED SERVICES BUDGET 2019/20: 2021/22

Report by Chief Financial Officer (Report No. G/19/110)

PURPOSE OF REPORT

This report recommends setting the 2019/20 budget for GP Prescribing and Other Hosted Services and indicative budgets for 2020/21 and 2021/22 for Other Hosted Services.

1. RECOMMENDATIONS

It is recommended that the Integration Joint Board (IJB):-

- (i) Approve the 2019/20 Financial Plan for GP Prescribing; note the gap of £0.752m which remains and ask the Chief Officer to bring forward further proposals to deliver balance in 2019/20 as well as a 3 Year Plan for consideration.
- (ii) Approve the Other Hosted Services 2019/20 Financial Plan and approve the indicative 2020/21 and 2021/22 Other Hosted Services Financial Plan.
- (iii) Ask the Chief Officer to issue the necessary Direction as attached at Appendix 4 to NHS Tayside to implement the actions within the Financial Plan.
- (iv) Note that the 3 Year Financial Plan for Inpatient Mental Health Services is still under development.

2. 2019/20 BUDGET SETTLEMENT FROM NHS TAYSIDE

- 2.1 For 2019/20, NHS Tayside received a 2.6% uplift on its base budget. In addition it received £2.2m further NHS Scotland Resource Allocation Committee (NRAC) funding as part of the Scottish Government's commitment to move all NHS Boards towards NRAC parity. A formal budget offer to Perth & Kinross IJB has now been received from NHS Tayside.
- 2.2 NHS Tayside will pass through a full share of the 2.6% baseline funding uplift from the Scottish Government. This equates to £0.667m for GP

Prescribing and £0.109m for Other Hosted Services and is in line with our planning assumptions.

- 2.3 NHS Tayside are addressing £0.529m funding pressures within Prison Healthcare from its additional 2019/20 NRAC funding and this has been included within the Financial Plan.
- 2.4 In 2018/19 additional NRAC funding of £1.2m was received into NHS Tayside for Prescribing. This funding was distributed to the three IJBs on a non-recurring basis in 2018/19. NHS Tayside has now confirmed this will be distributed on a recurring basis and a Perth & Kinross share of £0.400m has been included within the GP Prescribing Financial Plan.

3. IMPLICATIONS FOR 2019/20 BUDGET

- 3.1 The 2019/20 Financial Plans for GP Prescribing and Other Hosted Services reflect the implications of the 2019/20 budget offer from NHS Tayside. This is summarised together with the previously approved Core Health & Social Care Plan in Table 1 below.

Table 1: Overall Gap in 2019/20 Financial Plan

	Approved	To be Approved				
	Core Health & Social Care	GP Prescribing	Prison Healthcare	Podiatry	Dental	Total
	£m	£m	£m	£m	£m	£m
Budget Required	103.117	27.464	3.808	2.907	1.384	138.680
Budget from Parent Body	100.275	26.712	3.808	2.907	1.384	135.086
Difference	2.842	0.752	0.000	0.00	0.00	3.594

- 3.2 For GP Prescribing, further proposals are being developed from a review of non-medicines such as wound care, stoma products, continence and specialist baby milk. These proposals will come to the IJB Budget Review Group at the earliest opportunity. Perth & Kinross Health and Social Care Partnership (PKHSCP) will continue to work with colleagues across Tayside to identify all other opportunities to achieve further efficiency. In addition, the opportunity to transfer the £0.457m of unanticipated uplift from core health services to the GP Prescribing budget is still under review.

4. PROVISIONAL BUDGETS FOR 2020/21 & 2021/22

- 4.1 The Partnership is committed to developing a medium term financial plan for all delegated services. For Other Hosted Services this is set out in Appendix 3. A small shortfall is identified however it is fully anticipated that additional savings will be developed.

- 4.2 A Year 2 and 3 financial plan has not yet been developed for GP Prescribing and progress is reliant on NHS Tayside Pharmacy/Finance Support.
- 4.3 The 3 Year Financial Plan for Other Hosted Services has been prepared on the basis of budget information currently available and projections for service pressures that might be realistically expected.
- 4.4 Analysis reflects the judgement of Perth & Kinross Health & Social Care Partnership (PKHSCP) Officers. It has been reviewed by the PKHSCP Executive Management Team and the IJB Budget Review Group. Assumptions will require to be revised in due course, as part of ongoing monitoring and as activity information becomes available.
- 4.5 Appendix 1 and 2 provide details of the pressures and savings plans for GP Prescribing and Prison Healthcare.
- 4.6 The IJB are asked to approve the provisional budget for 2020/21 and 2021/22 for Other Hosted Services.

5. CONCLUSION

- 5.1 PKHSCP is committed to medium term financial planning and has now developed 3 Year Financial Plan for Core Services and Other Hosted Services and has prepared a budget for 2019/20 covering Core Health & Social Care, GP Prescribing and Other Hosted Services. Indicative year 2 and 3 budgets have been prepared for Core Health & Social Care and Other Hosted Services.
- 5.2 Within 2019/20, the Financial Plan combining Core Health & Social Care, GP Prescribing and Other Hosted Services presents a shortfall of £3.594m. Of this £0.752m relates to GP Prescribing.
- 5.3 The Chief Officer will bring further proposals forward to the IJB to support a break-even position for GP Prescribing.
- 5.4 It is anticipated that the 3 Year Financial Plan for Inpatient Mental Health will be brought to the IJB in September 2019.

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1. IMPLICATIONS, ASSESSMENTS, CONSULTATION AND COMMUNICATION

Strategic Implications	Yes / None
HSCP Strategic Commissioning Plan	Yes
Transformation Programme	None
Resource Implications	
Financial	Yes
Workforce	None
Assessments	
Equality Impact Assessment	None
Risk	None
Consultation	
External	None
Internal	Yes
Directions	Yes
Communication	
Communications Plan	None

1. Strategic Implications

1.1 Strategic Commissioning Plan

The IJBs Strategic Commissioning Plan has five outcome focussed strategic objectives which provide clear strategic direction, inform decisions at a corporate and service level and shape resources allocation. They are as follows:

- 1 prevention and early intervention;
- 2 person centred health, care and support;
- 3 work together with communities;
- 4 inequality, inequity and healthy living; and
- 5 best use of facilities, people and resources.

1.1.2 This report relates to all of these objectives.

2. Resource Implications

2.1 Financial

There are no direct financial implications arising from this report other than those reported within the body of the main report.

3. Consultation – Patient/Service User first priority

3.1 Internal

The Chief Officer and Executive Management Team have been consulted in the preparation of the Provisional Revenue Budget for 2019/20, 2020/21 and 2021/22.

4. Directions

There will be a legal requirement on the IJB to issue Directions to NHST in relation to the contents of this paper.

5. BACKGROUND PAPERS/REFERENCES

No background papers, as defined by Section 50D of the Local Government (Scotland) Act 1973 (other than any containing confidential or exempt information), were relied on to any material extent in preparing this report.

6. APPENDICES

Appendix 1 GP Prescribing Executive Summary Pressures and Savings
2019/20

Appendix 2 Prison Healthcare Executive Summary Pressures and Savings
2019/20:2021/22

Appendix 3 Summary 3 Year Financial Plan

Appendix 4 Direction to NHS Tayside