



2021/22 Pooled Budget: Q4 (outturn)

Report To (Meeting):	ONE Stockport Health and Care Board (Section 75 Committee)		
Report From (Executive Lead)	Michael Cullen		
Report From (Author):	Stockport Council Financial Services, Stockport CCG Finance		
Date:	20 June 2022	Agenda Item No:	6
Previously Considered by:	n/a		

Decision	x	Assurance		Information	x
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Purpose of the report:
This report focuses on the Quarter 4 (Outturn) for the 2021/22 pooled budget for Stockport CCG (CCG) and Stockport Council, which supports the ongoing s.75 agreement between the two organisations.
Key points (Executive Summary):
The outturn position is a £0.290m deficit which is mainly a result of increased number and cost of Adult CHC placements and additional activity undertaken by the Independent Sector to reduce elective care waiting lists.
Recommendation:
The committee are asked to: <ol style="list-style-type: none"> 1. Approve the Q4 (Outturn) Budgets to be included within the scope of the s75 Agreement. 2. Note the outturn position at Q4 of a £0.290 deficit



1. Introduction

This report focuses on the Quarter 4 (Outturn) for the 2021/22 pooled budget for Stockport CCG (CCG) and Stockport Council, which supports the ongoing s.75 agreement between the two organisations.

2. Budget Position

The recurrent budget starting position by each commissioner is outlined in the table below.

Table One – Budget changes from Q3 to Q4 (Outturn) by Commissioner

Commissioner	Quarter 3 2021/22 Budget	Movement (Q4 – Table 2)	Quarter 4 (Outturn) 2021/22 Budget
	£000	£000	£000
Stockport Council	98,111	546	98,657
Stockport CCG	143,716	377	144,093
Stockport CCG Hospital Discharge Programme	9,083	75	9,158
Total	250,910	988	251,908

3. Budget Q3 Adjustments

Budget adjustments between Q3 and Q4 (Outturn) are illustrated in Table Two below.

Table Two – Pooled budget adjustments

Stockport Council:

Description	£000
Adult Care & Health Budget Q3	98,111
Pay Award 2021/22	546
Budget – Q4 (Outturn)	98,657

Stockport CCG:

Stockport CCG Budgets	£000	Description
Budget Total Q2	152,799	
Funded Nursing Care	371	Retrospective FNC uplift
Independent Sector	354	Additional allocation to support elective care recovery
Mental Health Investment Slippage	(348)	Workforce shortages impacting recruitment and subsequent investment into services.
Hospital Discharge Programme	75	Additional funding received to match expenditure
Budget Total Q3	153,251	

4. Quarter 4 (Outturn) by service 2021/22

The table below provides a summary by Commissioner of the outturn position. In summary, this illustrates a £0.290m forecast deficit (0.12% adverse variance).

Table Four: Quarter 3 outturn forecast by Service 2021/22

Commissioner	Service / Portfolio	Quarter 4 (Outturn) 2021/22 Budget £000	Quarter 4 (Outturn) 2021/22 £000	Quarter 4 (Outturn) 2021/22 Variance £000
Stockport Council	Adult Social Care	87,462	87,458	(4)
Stockport Council	Health	11,195	11,195	0
Stockport CCG	Acute - NHS Providers	80,953	81,007	54
Stockport CCG	Acute – Independent sector	7,182	7,236	54
Stockport CCG	Non-Acute and Other Health	55,958	56,144	186

Stockport CCG	Hospital Discharge Programme	9,158	9,158	0
Total		251,908	252,198	290

The Quarter 4 (outturn) position by POD is reflected in table five below. Further analysis is illustrated in Appendix 1 of this report.

Table Five: Quarter 3 forecast by Point of Delivery

Points of Delivery	Commissioner	Quarter 4 (Outturn) 2021/22 Budget £000	Quarter 4 (Outturn) 2021/22 £000	Quarter 4 (Outturn) 2021/22 Variance £000
Prevention	SMBC	16,371	16,200	(171)
	SCCG	358	358	0
Intermediate Tier & Boroughwide Services	SMBC	8,507	8,672	165
	SCCG	3,840	3,840	0
Community / Out of Hospital	SMBC	90,408	90,410	2
	SCCG	51,760	51,946	186
Acute services	SMBC	0	0	0
	SCCG	88,135	88,243	108
Better Care Fund	SMBC	(16,629)	(16,629)	0
Hospital Discharge Programme	SCCG	9,158	9,158	0
Total		251,908	252,198	290

At Q4 (outturn) the contribution to the Council from the Hospital Discharge Programme is £3.252m. This is reflected within the net outturn forecasts in Table Four and Table Five.

Material forecasted variations to the budget at Q3 are described below.

Stockport Council

Prevention - underspend: £0.171m

As reported in Q3, the underspend at outturn was due to in-year vacancies from challenges in recruitment and retention of staff, aligned to the interim structure within the Practice Quality and Safeguarding Service.

Intermediate Tier & Boroughwide – overspend £0.165m

The overspend relates to additional intermediate tier care management commitments which were managed within the overall ASC outturn position.

Community / Out of Hospital – overspend: £0.002m

Financial pressures within care management and additional costs related to Covid-19 from commissioned services and reclaims from external care providers were offset by:

- Hospital Discharge Programme funding
- Overachievement of external contributions from the income targets set
- BCF inflationary uplift 21/22
- ASC Winter Grant contribution to short term placements over the winter period

A further increase to the ASC bad debt provision was completed in 2021/22 to provide additional financial resilience aligned to the potential risks of debt recovery.

Stockport CCG

Community / Out of Hospital – overspend £0.186m

Overspend reflects increased number and cost of Adult CHC placements.

Acute Services – overspend £0.108m

Additional activity undertaken by the Independent Sector to reduce elective care waiting lists.

5. Reserves

The outturn position where the Council (SMBC) is the lead commissioner completed the following transfers from reserves totalling £1.191m.

- £0.217m - Systems and project management support
- £0.018m - Hate crime funding
- £0.005m - Social Care Digital Innovation Programme (SCDIP)
- £0.014m - Funding for Extension of Carers Assessment Pilot
- £0.025m - Controlling Migration Fund
- £0.812m - Contain Outbreak Management investment plans

- £0.100m - Positive Investment – Mental Health – Public Health

The following transfers totalling £11.752m were made to reserves at outturn:

- £7.568m - Locality balances to support Health and Social Care financial commitments
- £0.758m - Returned direct payment balances aligned to Covid-19
- £1.887m - Contain Outbreak Management applicable investment plans
- £0.245m - Safe Accommodation Duty Grant
- £0.018m - Hate Crime Funding
- £1.182m - Public Health
- £0.094m - ASC & Health COVID recovery

6. Savings

Below is a summary of savings / efficiencies affecting the pooled budget in 2021/22 and their status:

Proposal	Risk Rating	Value (£000)	Vale Achieved (£000)	Additional Information
2021/22 savings programme				
Management of inflationary increases aligned to external contracts		352	352	Saving achieved and contract values maintained at current levels.
Continued minor contract reductions delivered in 2020/21, including IT software now managed through the new ASC case management system		117	117	Saving achieved as contract reductions have been implemented.
Review of ASC non pay budgets aligned to computer hardware and other IT equipment.		35	35	Saving achieved following review of non-pay budgets.
Total		504	504	

Risk rating

- **Green** – good confidence (90% plus) the saving is/will be delivered or minor variances (<£0.050m) that will be contained within the portfolio.
- **Amber** – progressing at a reasonable pace, action plan being pursued may be some slippage across years and/or the final position may also be a little unclear.
- **Red** – Significant issues arising or further detailed consultation required which may be complex/ contentious

7. **Recommendations**

The Board is asked to:

- a) Approve the Q4 (Outturn) Budgets to be included within the scope of the s75 Agreement.
- b) Note the outturn position at Q4 of a £0.290 deficit

Appendix 1:	Budget Q4 £'000	Actual Q4 £'000	Variance Q4 £'000
PODs			
<u>Prevention</u>			
Dementia / Memory Services	54	54	0
Flu Services	94	94	0
Dementia Services	0	0	0
People Powered Health	210	210	0
Public Health	11,195	11,195	0
Health and Wellbeing	0	0	0
ASC Preventative Services	5,176	5,005	(171)
Total	16,729	16,558	(171)
<u>Intermediate Tier & Boroughwide Services</u>	12,347	12,512	165
<u>Community / Out of Hospital</u>			
<u>Integrated Neighbourhood Service</u>			
Residential and Nursing Care	22,184	24,109	1,925
Non Residential Services	18,347	17,103	(1,244)
District Nursing, Palliative Care and Teir Two Services	13,146	13,237	91
Care Homes Development and Care Home Planning	2,625	2,642	17
FNC, Neighbourhood Services, ESS, Reablement, Rapid Response	9,549	9,350	(199)
Continuing Care / Domiciliary	11,116	11,379	263
IV Therapy and Pathfinder	0	0	0
Hospices	1,412	1,406	(6)
Carers / Alzheimer's	821	823	2
Programme Management Services	70	70	0
<u>Learning Disabilities</u>			
Residential and Nursing Care	8,009	6,839	(1,170)
Non Residential Services	22,269	23,527	1,258
Internal Tenancy provision	6,829	6,283	(546)
<u>Mental Health</u>			
Residential and Nursing Care	1,943	2,571	628
Non Residential Services	2,201	1,789	(412)
Crisis Resolution	0	0	0
<u>Operational staffing support</u>	8,896	9,101	205
<u>Other services including ASC Support Services</u>	12,753	12,129	(624)
Total	142,168	142,356	188
Hospital Discharge Programme	9,158	9,158	0
Acute Services	88,135	88,243	108
Better Care Fund contribution excluding iBCF	(16,629)	(16,629)	0
Total	251,908	252,198	290