



# Finance Report

<b>Report To (Meeting):</b>	ONE Stockport Health and Care Board		
<b>Report From (Executive Lead)</b>	Michael Cullen, Deputy Chief Executive (Section 151 Officer), Locality Finance Lead, Stockport MBC		
<b>Report From (Author):</b>	David Dolman, Associate Director of Finance, NHS Greater Manchester (Stockport)		
<b>Date:</b>	22 November 2023	<b>Agenda Item No:</b>	8
<b>Previously Considered by:</b>	This report is being presented for the first time		

<b>Purpose of the report:</b>			
<p>This report provides an update on:</p> <ol style="list-style-type: none"> <li>1. An update on the financial position of NHS Greater Manchester (Stockport) as of 31 October 2023 (Month 7)</li> <li>2. Efficiency programme update</li> </ol>			
<b>Key points (Executive Summary):</b>			
<p>The NHS Greater Manchester (Stockport) is reporting a year-to-date (YTD) adverse variance of £2.991m (M6 £2.696m) and a forecast outturn adverse variance of £2.884m (M6 £2.597m). The £0.287 million deterioration in the forecast is due to:</p> <ul style="list-style-type: none"> <li>• Actual Asylum Seeker funding received being less than planned due to the Home Office distributing funding based on the number of asylum seekers in contingency hotels at a point in time instead of providing a fixed payment for each new asylum seeker accommodated in within the locality (+£0.092 million).</li> <li>• Additional high-cost mental health placements (+£0.100 million).</li> <li>• prescribing cost and volume increases (+£0.138 million).</li> <li>• increase in patient transport costs (+£0.006 million).</li> <li>• improvement in activity-based community contracts (-£0.049 million).</li> </ul> <p>There are risks, which if materialise, will result in the forecast outturn position deteriorating further. Risks include CHC retrospective payments, continued growth in CHC placements, mental health cost and placement increases, prescribing price concessions and cost and volume increases and continued growth in activity-based contracts.</p>			
<b>Recommendation:</b>			
<p>Board is asked to:</p> <ul style="list-style-type: none"> <li>• <b>Note</b> the financial position including identified financial risks.</li> <li>• <b>Note</b> the efficiency programme update.</li> </ul>			
<b>Decision</b>		<b>Discuss/Direction</b>	X
		<b>Information/Assurance</b>	X

<b>Aims (please indicate x)</b>	
	People are happier and healthier and inequalities are reduced



Which integrated care aim(s) is / are supported by this report:	There are safe, high-quality services which make best use of the Stockport pound	<b>X</b>
	Everyone takes responsibility for their health with the right support	
	We support local social and economic development together	

<b>Conflicts of Interests</b>	
Potential Conflicts of Interest:	No conflicts of interest have been identified.

<b>Risk and Assurance:</b>	
List all strategic and high-level risks relevant to this paper	Deliver financial balance

<b>Consultation and Engagement:</b>	
<b>Local People / Patient Engagement:</b>	N/A
<b>Workforce Engagement:</b>	N/A

<b>Potential Implications:</b>				
<b>Financial Impact:</b> Please note - All reports with a financial implication require detail of the level of funding, funding stream and comments from Finance.	Non-Recurrent Expenditure	As per organisation financial plan		
	Recurrent Expenditure (please state annual cost)	As per organisation financial plan		
	Funding stream	Yes		No
	Included in the s75 Pooled Budget	£22.532m		
	GM ICB (Stockport) delegated budget	£145.247m of which £22.532m is pooled under s75 Agreement		
	Other, please specify.			
<b>Finance Comments:</b>	NHS Greater Manchester have been fully briefed on the issues impacting the financial position including identified financial risks.			
<b>Performance Impact:</b>	To recover the financial position expenditure on services will need to be reduced which may impact performance.			
<b>Workforce Impact:</b>	Reduce agency expenditure			
<b>Quality and Safety Impact:</b>	No			

<b>Compliance and/or Legal Impact:</b>	Financial duty for the NHS Greater Manchester to breakeven						
<b>Equality and Diversity:</b>	General Statement:						
	Has an equality impact assessment been completed?	Yes		No	X	N/A	
	If Not Applicable please explain why						
<b>Environmental Impact:</b>	General Statement:						
	Has an environmental impact assessment been completed?	Yes		No	X	N/A	
	If Not Applicable please explain why						