

Health & Social Care Board

Finance Report

2020-21

Month 7 - October 2020

**Health & Social Care Board
2020-21 - Month 7 Position**

Page	Full Year							Year to Date							
	Commissioning £'000	FHS £'000	COVID-19 £'000	Transformation Fund £'000	Other Ringfenced Budgets £'000	HSCB Admin £'000	Total £'000	Commissioning £'000	FHS £'000	COVID-19 £'000	Transformation Fund £'000	Other Ringfenced Budgets £'000	HSCB Admin £'000	Total £'000	
Resources Available															
Department Allocation (incl. assumed)	4,532,685	939,995	111,350	79,766	18,621	30,065	5,712,481	2,621,734	552,250	54,915	12,027	8,864	17,105	3,266,893	
Income from Other Sources	27,462	8,501	-	-	-	1,889	37,852	16,148	2,613	-	-	-	1,137	19,898	
	4,560,147	948,496	111,350	79,766	18,621	31,954	5,750,332	2,637,882	554,862	54,915	12,027	8,864	18,242	3,286,791	
Expenditure															
HSC Trusts	2	4,431,688	-	9,372	12,584	10,960	-	4,464,604	2,561,676	-	9,372	7,341	6,393	-	2,584,782
Family Health Services	3-6	-	958,002	-	-	-	-	958,002	-	560,127	-	-	-	-	560,127
Extra Contractual Referrals	7	43,022	-	-	-	-	-	43,022	20,424	-	-	-	-	-	20,424
Voluntary Organisations	8	35,751	-	-	-	-	-	35,751	20,262	-	-	-	-	-	20,262
Ringfenced Funds	9	-	-	101,978	67,181	7,661	-	176,820	-	-	46,201	5,659	2,474	-	54,334
Other Programme Funds	10	41,807	-	-	-	-	-	41,807	22,390	-	-	-	-	-	22,390
Board Administration	11	-	-	-	-	-	30,325	30,325	-	-	-	-	-	17,689	17,689
		4,552,269	958,002	111,350	79,766	18,621	30,325	5,750,332	2,624,751	560,127	55,573	12,999	8,867	17,689	3,280,007
Surplus/(Deficit)															
		7,878	(9,507)	-	-	-	1,629	-	13,130	(5,265)	(658)	(973)	(4)	553	6,784

The table above sets out a high level summary of the Resources (assumed & actual) available as part of the HSCB's budget, and has been revised to reflect changes in assumed and actual allocations during the year to date. These funds are analysed within their ringfenced budget headings, which have been further detailed in the following pages.

The surplus for the 7 month period ended October 2020 is £6.8m. This has arisen primarily due to reduced expenditure on ECRs (page 7) and Administration (page 11) budgets, offset by pressures in the Pharmacy budget (page 3).

A year-end breakeven position is currently forecast. Discussions are on-going with the Department in the respect of the overall HSC financial position, in advance of the January monitoring round. The forecast position reported above reflects these discussions.

**Core Revenue Resource Limits (RRLs) to Trusts
2020-21 Budget**

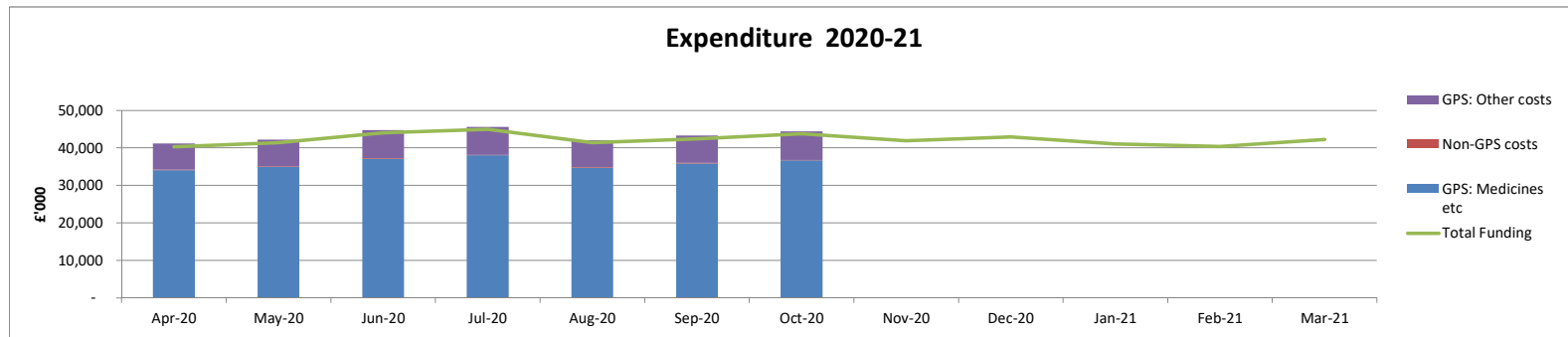
<u>HSC Trust</u>	Opening Budget	Elective Care	Other	Current Budget
	£'000	£'000	£'000	£'000
Belfast Trust	1,404,374	3,423	30,150	1,437,947
Northern Trust	773,723	2,226	16,129	792,078
South Eastern Trust	666,949	3,619	18,293	688,861
Southern Trust	694,734	2,875	17,040	714,649
Western Trust	659,811	1,115	15,859	676,785
NIAS	84,381	-	1,949	86,330
NIMDTA	1,761	-	-	1,761
Total allocation	4,285,733	13,258	99,420	4,398,411
Elective Care	31,176	(13,258)	-	17,918
Other Budgets - held for Trusts pending allocation decisions, but excluding Ringfenced Funds (see page 9)				15,359
Total funds held for Trusts				4,431,688

These Trust budgets represent the opening recurrent position for each Trust, together with a number of indicative 2020-21 allocations.

The Elective Care funds will be transferred to Trust budgets following completion of the required investment proposal templates (IPTs). The Elective budget shown here excludes Elective funding from the New Decade New Approach fund which is included under Ringfenced Funds on page 9.

The *Other Budgets* line in the table above consists of funds which are yet to be committed to Trusts, but excludes funds which are dealt with elsewhere in this report, such as Transformation Funds. This funding is being closely managed and will be used to ensure a breakeven position across the entire HSC.

General Pharmaceutical Services



	Apr-20 £'000	May-20 £'000	Jun-20 £'000	Jul-20 £'000	Aug-20 £'000	Sep-20 £'000	Oct-20 £'000	Nov-20 £'000	Dec-20 £'000	Jan-21 £'000	Feb-21 £'000	Mar-21 £'000	Total £'000
DoH Allocation - GPS	40,159	41,160	43,845	44,794	41,289	42,228	43,592	41,728	42,727	40,863	40,144	41,960	504,488
Other Allocations and Income	163	196	160	160	126	193	163	163	163	168	212	243	2,110
Total Funding	40,322	41,356	44,005	44,954	41,415	42,421	43,755	41,891	42,890	41,031	40,356	42,203	506,598
Analysed as:													
GPS: Medicines etc	33,164	34,013	36,346	37,383	34,138	34,928	35,984	34,344	35,194	33,554	32,910	33,905	415,862
GPS: Other costs	6,998	7,150	7,501	7,414	7,154	7,303	7,611	7,387	7,536	7,312	7,237	8,058	88,662
Non-GPS costs	160	193	157	157	123	190	160	160	160	165	209	240	2,073
Total	40,322	41,356	44,005	44,954	41,415	42,421	43,755	41,891	42,890	41,031	40,356	42,203	506,598
Actual Expenditure													
GPS: Medicines etc	34,039	34,912	37,116	37,999	34,722	35,870	36,696						251,354
GPS: Other costs	6,985	7,136	7,497	7,483	7,141	7,315	7,636						51,194
Non-GPS costs	192	160	158	136	139	112	101						999
Total Expenditure	41,217	42,208	44,772	45,618	42,002	43,297	44,433	-	-	-	-	-	303,547
Income Variance	(1)	(2)	(2)	(1)	(2)	(0)	(2)						(10)
Surplus/(Deficit)	(896)	(854)	(769)	(666)	(588)	(876)	(680)						(5,331)

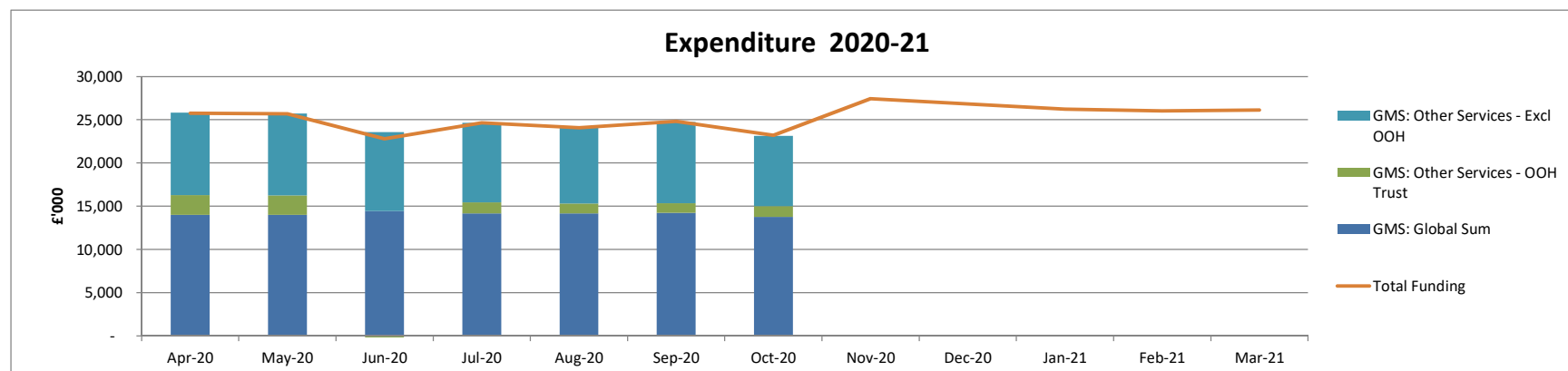
Position Synopsis:

In Northern Ireland, General Pharmaceutical Services (GPS) are provided mainly by Community Pharmacy practitioners, Appliance Suppliers and Dispensing Doctors. Payments relate to the cost of medicines and appliances, together with the associated fees. In addition, other payments are made under GPS, such as Pre-Registration training and waste disposal. Non GPS costs relate to services such as Substitute Prescribing and Managing Your Medicines.

The previously noted overspend on this budget has continued in October, with the report for the 7 months to 31st October 2020 indicating an overspend of £5.3m. This is due to the ongoing challenges to deliver efficiencies to the extent required (£14.6m) and also due to medicine price pressures this year (although lower than expected demand so far this year has partially offset some of those budgetary pressures). In the remainder of this financial year medicine price pressures are now anticipated to reduce. This has resulted in the year-end forecast deficit reducing to £9.6m from £10.7m.

With regard to any potential impact to the Pharmaceutical supply chain as a result of EU exit, whilst government planning is predicated on no significant interruptions to the supply chain, there may be some degree of volatility in the supply chain not unlike previous periods which may bring the potential for increase costs of drugs. However due to the 12 month derogation period, this is not expected to be as significant / acute as it otherwise might have been. In the meantime, work is underway to develop the arrangements to examine supply chain issues on a day to day basis.

General Medical Services



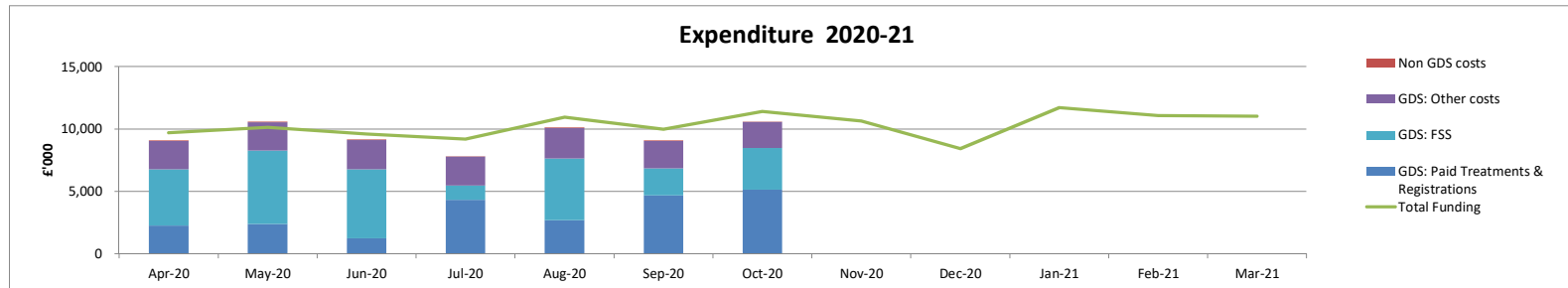
	Apr-20 £'000	May-20 £'000	Jun-20 £'000	Jul-20 £'000	Aug-20 £'000	Sep-20 £'000	Oct-20 £'000	Nov-20 £'000	Dec-20 £'000	Jan-21 £'000	Feb-21 £'000	Mar-21 £'000	Total £'000
DoH Allocation	25,750	25,648	22,563	24,603	24,001	24,734	23,139	26,865	26,264	25,904	25,870	25,835	301,177
Other Income (incl. PHA)	3	47	228	55	80	78	61	559	553	316	160	279	2,415
Total Funding	25,753	25,695	22,791	24,658	24,081	24,811	23,200	27,424	26,817	26,219	26,030	26,114	303,592
<i>Analysed as:</i>													
GMS: Global Sum	14,158	14,158	14,158	14,158	14,158	14,253	13,765	14,115	14,115	14,115	14,115	14,115	169,379
GMS: Other Services - OOH	2,270	2,270	(810)	1,243	1,243	1,020	1,198	1,198	1,198	1,198	1,198	1,198	14,430
GMS: Other Services - Excl OOH	9,325	9,267	9,443	9,257	8,680	9,538	8,236	12,110	11,504	10,906	10,716	10,800	119,782
Total	25,753	25,695	22,791	24,658	24,081	24,811	23,200	27,424	26,817	26,219	26,030	26,114	303,592
Expenditure													
GMS: Global Sum	14,014	14,014	14,445	14,158	14,158	14,251	13,766						98,805
GMS: Other Services - OOH Trust	2,270	2,234	(822)	1,277	1,160	1,100	1,233						8,452
GMS: Other Services - Excl OOH	9,528	9,469	9,135	9,214	8,784	9,407	8,137						63,675
Total Expenditure	25,812	25,718	22,758	24,649	24,102	24,757	23,136	-	-	-	-	-	170,932
Income Variance	60	63	(142)	31	7	9	25						53
Surplus/(Deficit)	1	40	(110)	40	(14)	62	89						110

Position Synopsis:

GP Practices provide services to patients in NI under the General Medical Services (GMS) contract, and receive various payments from HSCB for the provision of those services. The main payment headings are summarised above. Included within GMS Other Services are payments made under the Quality and Outcomes Framework and also payments for the provision of Enhanced Services.

For the 7 months to the 31st October 2020 the GMS budget reports a breakeven position. It should be noted that the above analysis excludes funding allocated to Trusts in relation to GMS.

General Dental Services



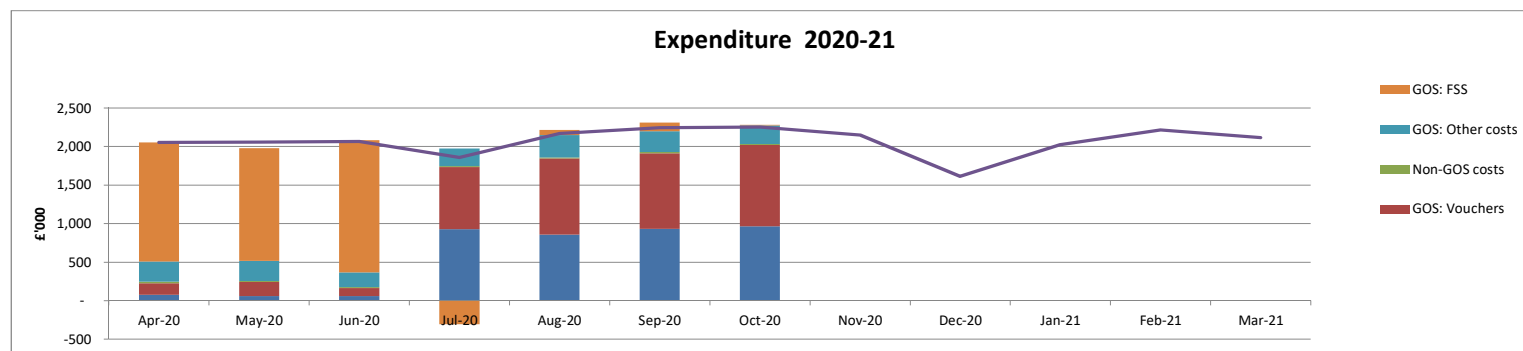
	Apr-20 £'000	May-20 £'000	Jun-20 £'000	Jul-20 £'000	Aug-20 £'000	Sep-20 £'000	Oct-20 £'000	Nov-20 £'000	Dec-20 £'000	Jan-21 £'000	Feb-21 £'000	Mar-21 £'000	Total £'000
DoH Allocation	9,143	9,583	9,040	8,101	9,859	8,907	9,782	9,026	6,804	9,555	8,919	8,883	107,603
Statutory Charges and Probity income	552	552	552	1,085	1,085	1,085	1,618	1,618	1,618	2,152	2,152	2,152	16,220
Total Funding	9,695	10,135	9,592	9,186	10,944	9,992	11,400	10,645	8,422	11,706	11,071	11,034	123,823
<i>Analysed as:</i>													
GDS: Paid Treatments & Registrations	7,349	7,789	7,246	6,840	8,598	7,559	9,048	8,292	6,067	9,361	8,725	8,689	95,562
GDS: Other costs	2,314	2,314	2,314	2,314	2,314	2,314	2,314	2,314	2,314	2,314	2,314	2,314	27,770
Non GDS costs	32	32	32	32	32	119	38	38	41	31	31	31	491
Total	9,695	10,135	9,592	9,186	10,944	9,992	11,400	10,645	8,422	11,706	11,071	11,034	123,823
<i>Total Expenditure</i>													
GDS: Paid Treatments & Registrations	2,260	2,395	1,238	4,328	2,703	4,679	5,150						22,754
GDS: FSS	4,516	5,881	5,536	1,149	4,927	2,161	3,330						27,501
GDS: Other costs	2,273	2,274	2,345	2,308	2,445	2,187	2,095						15,926
Non GDS costs	29	39	43	36	54	66	19						286
Total Expenditure	9,078	10,589	9,162	7,821	10,130	9,094	10,593	-	-	-	-	-	66,467
Income Variance	(48)	(49)	(443)	(1,238)	(1,070)	(959)	(733)						(4,540)
Overall Surplus/(Deficit)	569	(503)	(13)	127	(255)	(61)	74						(62)

Position Synopsis:

Dental practitioners in Northern Ireland are paid based on the Statement of Dental Remuneration (SDR), for the provision of HSC dental services to their registered patients. Included in GDS Other Costs are costs such as Practice Allowance, Employer Superannuation, the cost of pilots, and other costs payable under the SDR. Non GDS costs referred to in the above table relate to a number of initiatives such as In-Hours Pain Clinics and Nurse-led Triage.

The GDS budget continues to indicate an approximate break even position. As noted previously, the Covid-19 crisis has resulted in lower than expected General Dental Services activity which has led to reduced service costs, with that reduction in service costs partly offset by lower than expected income from patients. This net cost reduction has been offset by Covid-19 support payments. It should be noted that additional support costs funded from ring-fenced Covid-19 allocations are reported separately by HSCB to DoH. At this stage in 2020/21, the GDS budget is expected to deliver a break even position for the full year. This position continues to be closely monitored.

General Ophthalmic Services



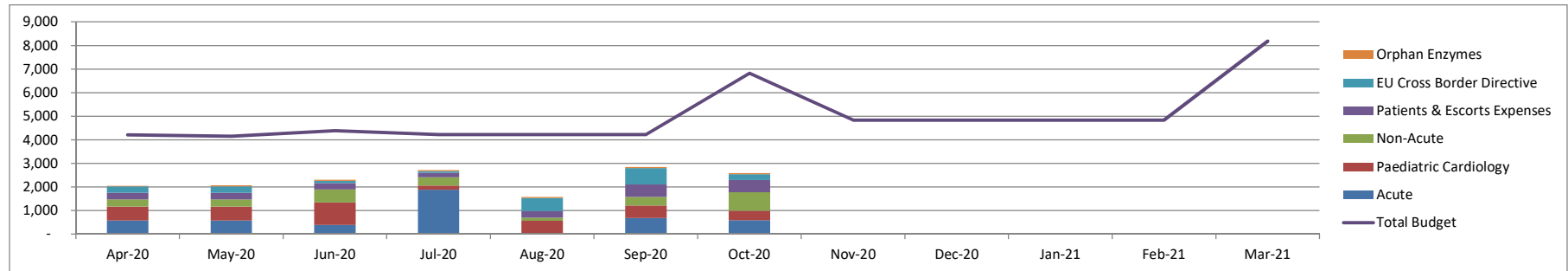
	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
DoH Allocation	2,040	2,044	2,050	1,845	2,157	2,230	2,240	2,134	1,600	2,010	2,203	2,100	24,653
Other Income	14	14	14	14	14	14	14	14	14	14	14	14	164
DoH Allocation & Income	2,054	2,058	2,064	1,858	2,170	2,244	2,254	2,147	1,614	2,023	2,216	2,114	24,817
<u>Analysed as:</u>													
GOS: Sight Tests	839	830	823	761	886	916	954	873	588	896	900	921	10,188
GOS: Vouchers	904	916	928	799	967	1,006	981	958	735	826	953	834	10,809
GOS: Other costs	295	296	297	283	302	306	303	301	276	286	300	287	3,533
Non-GOS costs	15	15	15	15	15	15	15	15	15	15	62	72	287
Total	2,054	2,058	2,064	1,858	2,170	2,244	2,254	2,147	1,614	2,023	2,216	2,114	24,817
<u>Expenditure:</u>													
GOS: Sight Tests	75	62	60	926	856	930	967						3,877
GOS: Vouchers	150	183	105	808	990	981	1,052						4,269
GOS: FSS	1,546	1,460	1,717	(306)	66	113	11						4,606
GOS: Other costs	263	264	190	228	290	269	240						1,743
Non-GOS costs	21	11	12	14	14	17	14						103
Total Expenditure	2,055	1,979	2,084	1,670	2,216	2,311	2,284	-	-	-	-	-	14,598
Income Variance	(12)	(13)	(13)	(13)	(12)	(11)	(10)						(85)
Surplus/(Deficit)	(13)	66	(34)	176	(58)	(78)	(40)						18

Position Synopsis:

This funding is applied to fund General Ophthalmic Services in NI provided by Community Ophthalmic practitioners. It is made up of remuneration for Sight Test Fees, Repairs and Vouchers (as well as other costs such as domiciliary visits and training). Non GOS costs above relate to services such as Diabetic Eye Screening.

The 2020/21 GOS budget continues in an approximate breakeven position this year, with year-to-date underspends on several budget lines (due to the impact of Covid-19 on the service delivery levels) offset by GOS Covid-19 support costs. GOS activity and related costs have increased in recent months, with the easing of Covid-19 restrictions since the end of June. This has allowed the level of support under the Financial Support Scheme to reduce in recent months. However, it is likely that a form of financial support will remain in place for rest of this financial year. At present, it is anticipated that a budgetary break even position for the full 12 months of 2020/21 will be delivered, but this will continue to be monitored closely.

Extra Contractual Referrals (ECRs) 2020-21

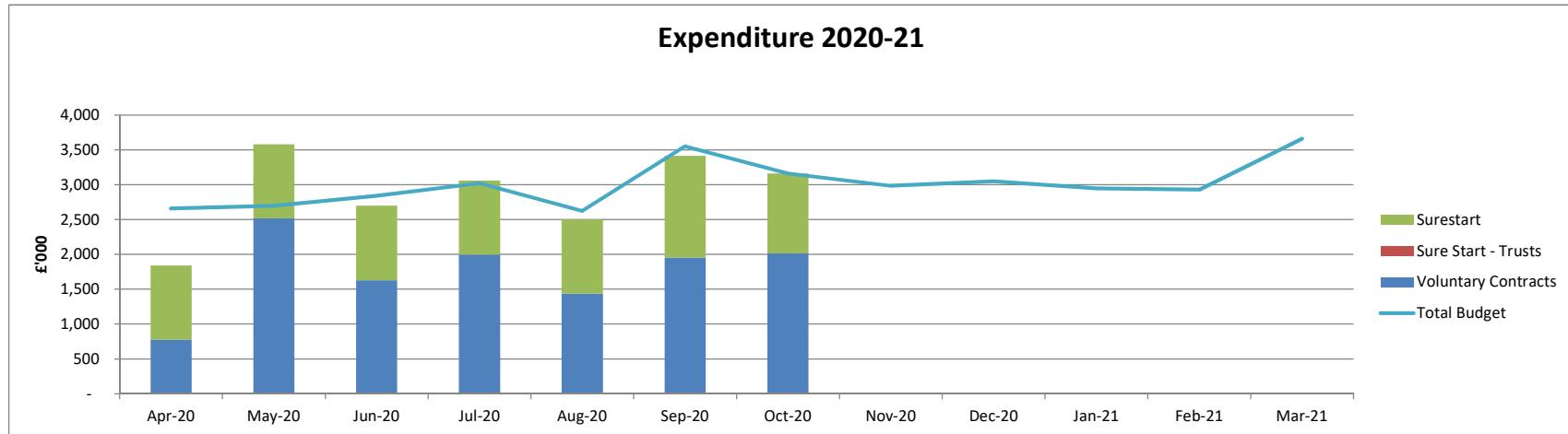


	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Budget													
Acute	1,489	1,489	1,489	1,489	1,489	1,489	1,489	1,489	1,489	1,489	1,489	2,495	18,876
Paediatric Cardiology	568	568	568	568	568	568	568	568	568	568	568	568	6,821
Non-Acute	619	619	619	619	619	619	619	1,221	1,221	1,221	1,221	1,221	10,436
Patients & Escorts Expenses	559	559	559	559	559	559	559	559	559	559	559	559	6,711
EU Cross Border Directive	486	486	486	486	486	486	486	486	486	486	486	486	5,833
CAR-T	379	379	615	458	458	458	458	458	458	458	458	458	5,497
Orphan Enzymes	103	47	47	47	47	47	47	47	47	47	47	539	1,107
Trusts								2,595				1,854	4,449
Total Budget	4,204	4,148	4,384	4,226	4,226	4,226	6,821	4,828	4,828	4,828	4,828	8,181	59,729
Expenditure													
Acute	574	574	389	1,877	45	685	588						4,731
Paediatric Cardiology	597	597	951	184	523	529	402						3,782
Non-Acute	305	305	552	350	134	358	790						2,793
Patients & Escorts Expenses	275	275	275	192	279	532	517						2,344
EU Cross Border Directive	271	271	88	70	554	696	246						2,196
CAR-T	724	-	362	2	363	-	224						1,675
Orphan Enzymes	29	46	47	47	47	46	47						308
Trusts								2,595					2,595
Total Expenditure	2,774	2,067	2,663	2,722	1,944	2,847	5,409	-	-	-	-	-	20,424
Surplus/(Deficit)	1,431	2,081	1,721	1,505	2,283	1,380	1,412						11,811

Position Synopsis:

Due to the current covid-19 outbreak ECRs are experiencing a significant down turn in activity levels. Acute approvals are approx. 33%, Travel is approx. 30% and EU Cross Border approvals are approx. 23% of the monthly average pre-Covid. Expenditure on the high-cost drug CAR-T remains in line with budget with 15 potential patients identified at this time. A full year surplus of £15.0m is currently anticipated, and will be kept under review as more information becomes available on the system's ability to return to pre-COVID levels.

Community & Voluntary Sector 2020-21



	Apr-20 £'000	May-20 £'000	Jun-20 £'000	Jul-20 £'000	Aug-20 £'000	Sep-20 £'000	Oct-20 £'000	Nov-20 £'000	Dec-20 £'000	Jan-21 £'000	Feb-21 £'000	Mar-21 £'000	Total £'000
Budget													
Voluntary Contracts	1,592	1,630	1,770	1,954	1,560	2,088	2,012	1,845	1,913	1,811	1,793	2,365	22,334
Surestart	1,064	1,065	1,070	1,066	1,065	1,460	1,147	1,138	1,133	1,133	1,132	1,295	13,767
Sure Start - Trusts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Budget	2,656	2,695	2,840	3,020	2,625	3,548	3,159	2,983	3,046	2,944	2,926	3,660	36,101
Expenditure													
Voluntary Contracts	778	2,516	1,630	1,995	1,437	1,954	2,015	-	-	-	-	-	12,325
Surestart	1,064	1,065	1,070	1,066	1,065	1,460	1,147	-	-	-	-	-	7,937
Sure Start - Trusts	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure	1,842	3,581	2,700	3,061	2,502	3,414	3,161	-	-	-	-	-	20,262
Surplus/(Deficit)	814	(886)	140	(41)	123	134	(2)	-	-	-	-	-	281

Position Synopsis:

This budget funds organisations outside the HSC umbrella which provide services to enhance the care of patients and clients in the community and includes income for Sure Start. The total funding reflects recurrent baseline funding for Voluntary and Community contracts and other expected funding streams for the 2020-21 financial year.

The position reported above shows a surplus of £0.3m for the year to date, with a surplus of £0.4m being forecast at year-end.

Ringfenced Funds
2020-21 - Month 7 Position

	COVID-19 £'000	Transformation £'000	Mental Health £'000	Confidence & Supply - Other £'000	Legacy TYC Funds £'000	Other Ringfenced Funds £'000	TOTAL £'000
Allocation from DoH (incl. assumed)	111,350	79,766	10,000	1,700	4,278	2,643	209,736
Trust Allocations to date							
Belfast Trust	2,228	2,709	3,242	-	95	-	8,274
Northern Trust	2,114	1,665	1,821	-	217	-	5,817
South Eastern Trust	2,175	2,960	2,001	-	217	-	7,353
Southern Trust	1,587	880	1,945	-	-	-	4,412
Western Trust	1,209	4,370	991	15	316	-	6,901
NIAS	58	-	-	-	100	-	158
NIMDTA	-	-	-	-	-	-	-
Total Allocated to Trusts	9,372	12,584	10,000	15	945	-	32,916
Other Internal Allocations	75,664	4,403	-	1,685	3,166	2,127	87,045
Balance remaining to be allocated	26,314	62,778	-	-	167	516	89,775
Forecast slippage	-	-	-	-	-	-	-

These funds comprise non-recurrent allocations from the Department of Health which have been ringfenced for specific purposes and which are required to be reported on separately. As IPT's are completed, funds will be transferred to Trusts or Internal Allocations made as appropriate.

Other Programme Funds

2020-21 - Month 7 Position

	Annual Budget £'000	Budget Profiled to date £'000	Actual Expenditure to date £'000	Variance £'000
BSO Budgets	39,339	21,937	20,753	1,185
Other Budgets	4,076	1,490	1,637	(147)
Total	43,416	23,428	22,390	1,038

This budget includes the Business Services Organisation (BSO) Service Level Agreement (£17.8m), covering the delivery of shared services for HSCB (e.g. Human Resources, Legal Services and Procurement), and also ICT (£18.0m) and Regional Interpreting (£4.5m) services for the wider HSC sector. The surplus has primarily arisen due to reduced activity on Regional Interpreting due to COVID.

Other Budgets consists of a number of smaller budgets (<£1m) and funds which are yet to be committed or which are being held to offset pressures in other areas.

HSCB Administration

2020-21 - Month 7 Position

	Commissioning £'000	Corporate Services & Board £'000	E-Health £'000	Finance £'000	Integrated Care £'000	PMSI £'000	Social Care & Children £'000	Total £'000
Annual Budget								
Salaries	5,208	2,705	1,474	2,905	9,731	2,626	4,242	28,890
Goods & Services	215	2,227	152	451	334	223	245	3,846
Savings requirement				(783)				(783)
Total Budget	5,423	4,931	1,626	2,573	10,065	2,848	4,487	31,954
Budget profiled to date								
Salaries	3,044	1,577	852	1,693	5,674	1,534	2,404	16,779
Goods & Services	135	1,141	90	(179)	196	77	3	1,464
Total	3,179	2,718	943	1,514	5,870	1,611	2,407	18,242
Actual expenditure to date								
Salaries	2,897	1,433	905	1,589	5,601	1,176	2,365	15,965
Goods & Services	62	1,224	113	62	122	64	77	1,723
Total	2,959	2,658	1,018	1,650	5,723	1,240	2,442	17,689
Surplus/(Deficit) to date								
Salaries	147	144	(53)	105	73	359	39	813
Goods & Services	72	(83)	(23)	(241)	74	13	(74)	(260)
Surplus/(Deficit) to date	219	60	(75)	(136)	148	371	(35)	553

The Administration budget covers all aspects of staff related costs and also those related to the buildings in which the Board is located. These budgets are inclusive of income which HSCB anticipates it will receive in 2020-21 from a variety of sources including SureStart, secondments, CAWT, NICAN and accommodation recharges.

The opening budget is shown net of a 2019-20 savings requirement of £0.8m. This amount continues to be shown against Finance pending agreement on a method of apportionment across the Directorates.

A surplus of £0.6m is shown for the year to date, mainly caused by vacant posts. A full year surplus of £1.6m is currently anticipated for 2020-21.