

**ADULT CARE & HEALTH  
COMMITTEE/JOINTLY  
COMMISSIONED (SECTION 75)  
BUSINESS**

**Agenda Item 22**

Brighton & Hove City Council

**Subject:** Finance Report on S75 arrangements  
**Date of Meeting:** 23 September 2013  
**Report of:** Executive Director of Finance & Resources, Finance Director CCG  
**Contact Officer: Name:** Anne Silley **Tel:** 29-5065  
**Email:** Anne.silley@brighton-hove.gscx.gov.uk  
**Ward(s) affected:** All

**FOR GENERAL RELEASE**

**1. SUMMARY AND POLICY CONTEXT:**

1.1 This report sets out the financial position on the NHS Trust Managed S75 Provider Budgets in 2013/14.

**2. RECOMMENDATIONS:**

2.1 That the Committee notes the financial position on the NHS Managed S75 Budgets for the 2013/14 financial year.

**3. RELEVANT BACKGROUND INFORMATION:**

*Financial contributions to Partnerships 2013/14*

3.1 There has been a reduction in the number of services that fall under provider partnership arrangements as set out in the report on Adults Section 75 Review of 18 March 2013. The following services previously within S75 arrangements now solely commissioned by the Council and not covered by this report are:

- Learning Disabilities
- HIV/AIDS support grant
- Substance Misuse Services

The following services fall under the new S75 arrangements:

- Dementia ( previously incorporated within older people's mental health)

3.2 The table below shows the contributions to the partnership for 2013/14 Contributions to Partnerships 2013/14

Service	Contributions		Commissioned from:
	CCG £000	BHCC £000	
Mental Health & Dementia	15,512	11,279	Sussex Partnership NHS Foundation Trust
Integrated Equipment Store	779	641	Sussex Community NHS Trust
	<u>16,291</u>	<u>12,107</u>	

3.3 The forecast outturn as at August 2013 (TBM4) is set out in the table below

Month 4 Forecast Outturn Variance by Client Group

	SCT £000	SPFT £000	Total £000
Mental Health			334
Integrated Equipment Store	67		67
	<u>67</u>	<u>335</u>	<u>401</u>

Sussex Partnership NHS Foundation Trust are reporting an overspend of £0.335m at Month 04, reflecting growth pressures and increase in need and complexity in Adult Mental Health and forensic services within residential and supported accommodation. The forecast assumes 867 service users are receiving community care during the year, 58 more service users than assumed within the budget. The activity and spend profile over the last 3 years is set out in appendix 1 and demonstrates the increases in the number of Whole Time Equivalent (WTEs) receiving services

In line with the agreed risk-share arrangements for 2013/14 any overspend will be shared 50/50 between SPFT and BHCC and this has been reflected in the overspend of £0.167m reported within BHCC.

The pressure against the Integrated Equipment Store reflects the continued increased demand and previous trends Sussex Community NHS Trust are considering the best approach to mitigate this.

The CCG contracts with SCT and SPFT are currently forecast to breakeven. Regular discussions are being held with the Trusts during the year to ensure that pressures materialising are addressed.

#### 4. COMMUNITY ENGAGEMENT AND CONSULTATION

4.1 No specific consultation has been undertaken in relation to this report.

#### 5. FINANCIAL & OTHER IMPLICATIONS:

##### Financial Implications:

5.1 The financial implications are covered in the main report

*Finance Officer Consulted: Anne Silley/Debra Crisp Date: 02/09/13*

Legal Implications:

- 5.2 This report is for noting only but informs partners to the s75 agreement of budgetary pressures particularly in light of unexpected demand in Adult Mental Health. Both the Council and CCG will wish to jointly monitor such pressures and management of the same in light of their respective duties to the public purse and statutory duties in terms of service provision. There are no other specific legal or Human Rights Act implications arising from this report.

*Lawyer Consulted: Sandra O'Brien Date: 09/09/13*

Equalities Implications:

- 5.3 There are no direct equalities implications arising from this report.

Sustainability Implications:

- 5.4 There are no direct sustainability implications arising from this report.

Crime & Disorder Implications:

- 5.5 There are no direct crime & disorder implications arising from this report.

Risk and Opportunity Management Implications:

- 5.6 The Council's revenue budget and Medium Term Financial Strategy contain risk provisions to accommodate emergency spending, even out cash flow movements and/or meet exceptional items.

Public Health Implications:

- 5.7 There are no direct public health implications arising from this report.

Corporate / Citywide Implications:

- 5.8 The council's financial position impacts on levels of Council Tax and service levels and therefore has citywide implications.

**6. EVALUATION OF ANY ALTERNATIVE OPTION(S):**

- 6.1 No alternative options identified

**7. REASONS FOR REPORT RECOMMENDATIONS**

- 7.1 Budget monitoring is a key element of good financial management, which is necessary in order for the council to maintain financial stability and operate effectively.

## **SUPPORTING DOCUMENTATION**

**Appendices: None**

**Documents in Members' Rooms: None**

**Background Documents: None**