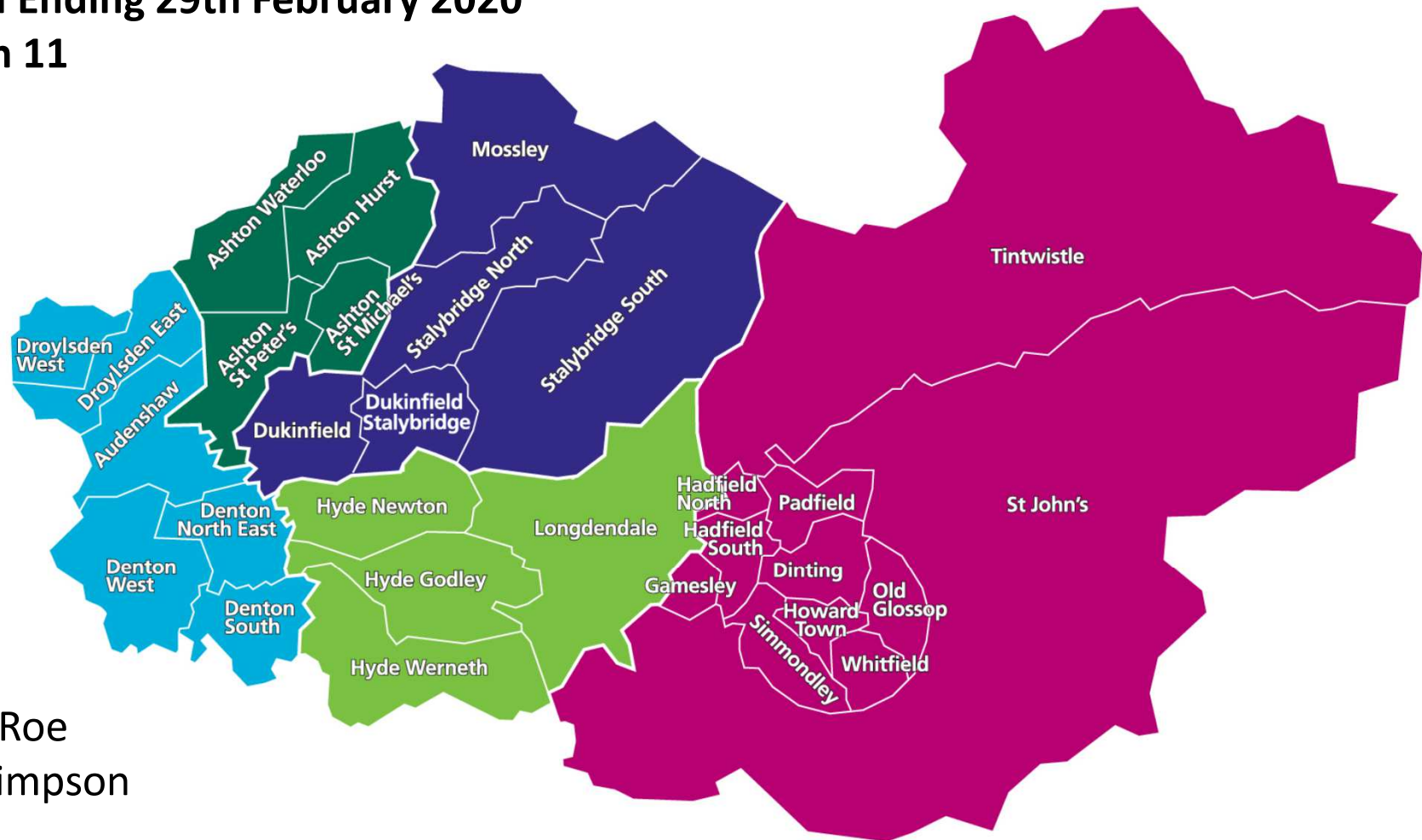


Tameside and Glossop Integrated Financial Position

financial monitoring statements

Period Ending 29th February 2020
Month 11



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Integrated Financial Position Summary Report

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This report covers all spend at Tameside & Glossop Clinical Commissioning Group (CCG), Tameside Metropolitan Borough Council (TMBC) and Tameside & Glossop Integrated Care Foundation Trust (ICFT) . It does not capture any Local Authority spend from Derbyshire County Council or High Peak Borough Council for the residents of Glossop.

Tameside & Glossop Integrated Economy Wide Financial Position

Integrated Financial Position

 **£0.090m**

The overall forecast outturn position for the Strategic Commission is an overspend of £0.028m against a net budget of £619.022m.

Message from the Directors of Finance

As we enter the final month of the financial year, the overall forecast position remains stable, with a small improvement from month 10, reducing the overspend for the Integrated Commission to £0.028m.

The risk of further pressures in the final month of the year cannot be eliminated in current circumstances. The potential financial impact of Covid-19 for the Strategic Commission is currently very difficult to quantify but will inevitably have an impact on front line services. The potential impact on businesses and employment over the coming months may have a significant impact on Council budgets and income levels, whilst pressures on NHS services will inevitably put pressure on CCG budgets.

The ICFT continues to forecast achievement of the control total by working closely with commissioners to address activity and acuity related pressures. Significant operational pressures as a result of Covid-19 are inevitable, however, it is expected that the cost impact will be funded centrally.

The key variances remain largely unchanged from last month and include:

£1.161m Acute – pressures associated with high cost patients across the sector.

£0.828m Mental Health – individualised packages of care and specialist services.

£0.652m Adults - savings not being delivered as planned, and additional costs arising on placements, mental health staffing and assessments, and long term support hours.

£8.353m Children's Social Care – placement demand and increased placement costs.

£1.493m Other CCG – contingencies held for forecast risks and pressures not required.

£3.384m Capital & Financing – additional income from the Manchester Airport Dividend and savings on borrowing costs.

£4.369m Contingency – release of contingencies held to offset other pressures and risks.

Forecast Position £000's	Forecast Position					Net Variance	
	Expenditure Budget	Income Budget	Net Budget	Net Forecast	Net Variance	Previous Month	Movement in Month
CCG Expenditure	422,219	0	422,219	422,219	(0)	(0)	0
TMBC Expenditure	526,980	(330,177)	196,803	196,831	(28)	(117)	90
Integrated Commissioning Fund	949,199	(330,177)	619,022	619,050	(28)	(118)	90

Tameside & Glossop Integrated Commissioning Fund

With a gross budget for 2019/20 in excess of £949m, as at month 11 the Integrated Commissioning Fund has a forecast net spend of £619.050m, against a net budget of £619.022m. The forecast outturn at month 11 is now a small overspend of £0.28m, an improvement of £0.09m since period 10. The improved position since period 10 is due to an improvement in the Growth Directorate mainly due to better than expected planning fee income. However there remain a number of key overspends which place pressure on future years budgets.

Forecast Position £000's	Forecast Position					Net Variance	
	Expenditure Budget	Income Budget	Net Budget	Net Forecast	Net Variance	Previous Month	Movement in Month
Acute	214,288	0	214,288	215,513	(1,225)	(1,161)	(64)
Mental Health	39,625	0	39,625	40,389	(763)	(828)	65
Primary Care	84,836	0	84,836	84,529	307	211	96
Continuing Care	15,623	0	15,623	15,207	417	275	142
Community	32,882	0	32,882	32,853	28	10	19
Other CCG	29,552	0	29,552	28,316	1,236	1,493	(257)
CCG TEP Shortfall (QIPP)	0	0	0	0	0	0	0
CCG Running Costs	5,413	0	5,413	5,413	(0)	0	(0)
Adults	84,285	(46,974)	37,311	37,963	(652)	(652)	(0)
Children's Services	53,686	(5,253)	48,432	56,785	(8,353)	(8,353)	0
Education	26,311	(20,297)	6,014	6,207	(193)	(193)	(0)
Individual Schools Budgets	119,442	(119,442)	0	0	0	0	0
Population Health	16,262	(170)	16,092	16,327	(235)	(235)	(0)
Operations and Neighbourhoods	78,840	(28,213)	50,627	50,176	451	451	0
Growth	43,010	(33,881)	9,129	9,264	(135)	(224)	89
Governance	74,183	(64,926)	9,257	8,773	484	446	37
Finance & IT	9,117	(2,024)	7,092	6,370	722	722	0
Quality and Safeguarding	440	(304)	136	136	(0)	0	(0)
Capital and Financing	10,788	(8,786)	2,003	(1,382)	3,385	3,384	0
Contingency	5,514	565	6,079	1,747	4,332	4,369	(37)
Corporate Costs	5,104	(473)	4,631	4,465	166	167	(0)
Integrated Commissioning Fund	949,199	(330,177)	619,022	619,050	(28)	(118)	90

Tameside Integrated Care Foundation Trust Financial Position

Financial Performance Metric	Month 11			YTD			Outturn Plan £000s
	Plan £000	Actual £000	Variance £000	Plan £000	Actual £000	Variance £000	
Normalised Surplus / (Deficit) Before PSF	(1,723)	(1,735)	(12)	(23,654)	(23,645)	9	(25,221)
Provider Sustainability Fund (PSF)	551	551	0	4,174	4,174	0	4,727
Financial recovery Fund (FRF)	1,727	1,727	0	13,078	13,078	0	14,807
Surplus / (Deficit)	555	543	(12)	(6,402)	(6,393)	9	(5,686)
Trust Efficiency Savings	1,173	844	(332)	10,404	40,597	196	11,580
Use of Resources Metric / Risk Rating	3	3		3	3		3

Revenue - The Trust has agreed a control with NHSI of c.£5.686m after Financial Recovery Fund (FRF) and Provider Sustainability Funding (PSF); for the financial period to 28th February 2020, the Trust has reported a net surplus of £543k post FRF and PSF, which is £12k (adv.) worse than plan in month.

Forecast Position – The Trust is forecasting to achieve its control total. The Trust is working closely with its commissioners to address activity and acuity related pressures. It is expected the cost impact of Covid-19 will be funded centrally, however the Trust is awaiting national guidance on this matter.

System Control Total (SCT) - The Trust recognises the risk to the delivery of the SCT as the financial position of other organisations deteriorate, work is underway at a GM level to manage this position. The risk relates to cash and the impact would be in 2020/21 – full year effect is £127k, the risk only relates to Q4.

Trust Efficiency Programme (TEP) - The Trust target is £11.580m. At month 11 it is forecasting c.£11.885m by the end of the year. The Trust continues to drive efficiency savings to help mitigate the overall Trust position, work is also underway to develop ideas and schemes towards the 2020/21 programme.

Agency cap - The Trust has an agency cap of £9.454m, but a plan of £7m. During Month 11 the Trust spent £448k against a plan of £446k, reporting an overspend of £2k, YTD the Trust is reporting spend of £5.035m against a plan £6.658m, underspend of £1.623m.

Capital – Capital expenditure is ahead of plan by c.£31k in month but behind plan by c.£1.116m year to date.

Cash – The cash balance is above plan at M11 due to the receipt of FRF in February.

Tameside Integrated Care Foundation Trust Financial Position

Performance Metric - Month 5	Plan YTD	Actual YTD	Annual Plan	Forecast
Capital service cover rating	4	4	4	4
Liquidity rating	4	4	4	4
I&E margin rating	4	4	4	4
I&E margin: distance from financial plan		1		1
Updated agency rating	1	1	1	1
Risk Rating after overrides		3		3

NHSI Feedback - Given the current **financial deficit** it is likely that the Trust will be rated

Requires Improvement

Capital servicing capacity – The degree to which generated income covers financial obligations. If any Trust has a deficit and also any borrowing, this will always be at 4.

Liquidity - Days of operating costs held as cash or cash equivalents. To improve to just 3 (Requires Improvement) – the Trust would need to spend at least £6m less.

I&E margin - Degree of surplus/(deficit). The Trust deficit, at current income levels would need to be significantly less than it currently is.

Distance from financial plan - Variance between the planned and actual I&E position. The Trust **MUST** achieve this, by achieving the control total, the Trust can score a 1 and help to offset the others.

Agency spend – Distance from cap, this is the something the Trust **MUST** achieve and is currently achieving.