

LINCOLNSHIRE HEALTH AND WELLBEING BOARD

Open Report on behalf of Glen Garrod, Director of Adult Social Services

Report to	Lincolnshire Health and Wellbeing Board
Date:	10 September 2013
Subject:	Social Care and Health Funding

Summary:

The paper sets out to update the board on:

- a) 2013/14 projected spend on the schemes/programme agreed at the Health and Wellbeing Board on the 13 March 2013
- b) provide a briefing on the anticipated impact of the introduction of the Integrated Transformation Fund (ITF)
- c) provide information on the preparations for developing a two year programme of investment for 2014/15 and 2015/16 of ITF funding

Actions Required:

The Committee are asked to:

- a) note the 2013/14 projected outturn
- b) note the guidance on the ITF from the Local Government Association (LGA) and NHS England as shown in Appendix B
- c) note the plans for bringing an updated paper to the December meeting indicating proposed investment in 2014/15 and 2015/16

1. Background

Review of 2013/14 Programme

The board agreed at its March meeting to a programme of works for 2013/14 using the funding for four purposes:

- to prevent cuts in services
- to buy more of what works
- to invest in new services, and increasingly;
- integrate Health and Adult Social Care

Appendix A summarises the existing programme, spend to date and projected expenditure in the financial year. The programme provides for investment of £13,978m and it is currently projected that spend in the year will be £12,778m. The underspend of £1.2m when added to the £876,687 underspend brought forward gives a projected overall underspend of £2,076,687 to the end of the financial year.

Plans for how to use this funding will form part of the discussions on the schemes to support through to 31 March 2016.

Announcement on the Integrated Transformation Fund

The government announced in their spending review of 26 June 2013 that nationally £3.8bn of joint Health and Social Care resources are to be pooled to support integration and that these funds shall be referred to as the Integration Transformation Fund (ITF).

Appendix B provides a joint statement by LGA and NHS England on some early thinking on how the ITF shall operate.

The potential local impact of the guidance for Lincolnshire is noted in Table 1 below.

Table 1

National Transfer Headings	Lincolnshire NHS			LincS Gov.	Total LincS	National ITF
	13/14	14/15	15/16	15/16	15/16	15/16
	£'m	£'m	£'m	£'m	£'m	£'m
NHS to social care transfer allocation	£12.1	£12.6	£12.6		£12.6	£900.0
additional transfer NHS to Social Care	£0.0	£2.8	£2.8		£2.8	£200.0
Carers Breaks (baseline NHS allocation)			£1.8		£1.8	£130.0
Re-ablement (baseline NHS allocation)			£4.2		£4.2	£300.0
Capital Grant (including disabled facilities grant)				£4.9	£4.9	£350.0
additional transfer NHS to Social Care (performance based)			£26.7		£26.7	£1,900.0
TOTAL	£12.1	£15.4	£48.1	£4.9	£53.0	£3,780.0

- It is anticipated that the above mainly relates to existing monies within the wider healthcare system i.e. there is unlikely to be “new” monies”. However the above must be read within the context that further iterative guidance will be given particularly to support 2014/15 and 2015/16 budget allocations. Further guidance is also being sought via the Local Area Team regarding the national 2015/16 £1.9 billion and how this may be interpreted and locally applied.
- Noting that the funding for 2015/16 and future years needs to address a range of current and future investment needs, we need to ensure these areas for investment are identified as soon as possible. From a local authority perspective the fact that the 'additional £1.9bn from NHS allocations includes funding to cover demographic pressures in adult social care and some of the costs associated with the Care Bill' is a key issue. There will also be other pressures (note for example adult care is currently projecting an overspend for 2014/15). Equally there are similar issues across the health community which can only be exacerbated by any funding transfer combined with the requirement to deliver annual efficiency targets.

Table 2

August – October 13	Initial local planning discussions. Some submission to NHSE (LAT required)
November – December ‘13	NHS Planning framework
December to January ‘14	Completion of plans
March ‘14	Plans assured

As can be seen in Table 2 the guidance requires that plans for 2014/15 and 2015/16 are developed by January 2014. Joint discussions between LCC and the four CCGs have already begun and a Task and Finish Group put in place to begin the process of reviewing 2013/14 activity and proposing draft investment plans for 2014/15 and 2015/16.

These will be reviewed at a future joint meeting in late October 2013, ensuring that adequate consultation takes place with all relevant stakeholders.

A proposed plan for 2014/15 and 2015/16 will then be brought to a meeting of this board on 10 December 2013.

2. Appendices

These are listed below and attached at the back of the report	
Appendix A	LCC and Health Pressures 2013/14
Appendix B	LGA and NHS England Statement on the health and social care Integration Transformation Fund

3. Background Papers

No background papers within Section 100D of the Local Government Act 1972 were used in the preparation of this report.

This report was written by David Laws who can be contacted on 01522 554091 or by email at david.laws@lincolnshire.gov.uk