

BUDGET OUTLOOK 2020-21 TO 2022-23
INTEGRATION JOINT BOARD 25 MARCH 2020

APPENDIX 1

	Draft	Best case scenario		Mid-Range scenario		Worst case scenario	
	2020-21	2021-22	2022-23	2021-22	2022-23	2021-22	2022-23
	£000	£000	£000	£000	£000	£000	£000
Base Budget:							
Base Budget	278,916	278,916	278,916	278,916	278,916	278,916	278,916
Base Budget Adjustments	0	0	0	0	0	0	0
Revised Base Budget	278,916	278,916	278,916	278,916	278,916	278,916	278,916
Employee Cost Changes:							
Pay Award	2,816	5,594	8,429	5,688	8,617	5,854	8,958
Pay Increments/change to employee base	540	766	992	807	1,074	992	1,444
Total Employee Cost Changes	3,356	6,360	9,421	6,495	9,691	6,846	10,402
Non-Pay Inflation:							
<i>Health:</i>							
Prescribing	900	1,200	1,600	1,400	1,900	1,500	2,100
Hospital Drugs	75	92	142	154	237	216	332
Main GG&C SLA	2,753	2,752	3,879	4,093	5,535	4,402	6,091
Other SLAs (GPs, GG&C, other HBs, service inputs)	719	1,199	1,679	1,319	1,919	1,438	2,157
Utilities	142	288	435	290	437	291	440
<i>Social Work:</i>							
Catering Purchases	37	78	127	78	127	78	127
National Care Home Contract	231	351	540	470	729	591	923
NHS Staffing Recharges	128	268	435	268	435	268	435
Purchase and Maintenance of Equipment	11	16	25	22	33	27	42
Specific CPI Increases	18	27	42	37	56	46	70
Scottish Living Wage	856	1,559	2,387	1,738	2,672	2,030	3,129
Carers Allowances	33	50	76	67	102	84	128
Utilities	26	53	86	55	89	57	92
Total Non-Pay Inflation	5,929	7,933	11,453	9,991	14,271	11,028	16,066
Cost and Demand Pressures:							
<i>Health:</i>							
LIH Laboratory	50	100	150	100	150	200	300
Out of Hours - GPs option out of hours	542	542	542	542	542	542	542
Share of national charge for HEPMA	100	100	100	100	100	100	100
New high cost care packages	200	200	200	200	200	300	300
Other NSD developments	200	250	300	250	300	250	300
Oncology Medicines Demand	450	700	1,050	900	1,350	1,100	1,650
Bute Dialysis	93	93	93	93	93	93	93
Microsoft Licence Fees	300	300	300	300	300	300	300
Cystic Fibrosis Treatments	581	581	581	581	581	687	793

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	2020-21	2021-22	2022-23	2021-22	2022-23	2021-22	2022-23
	£000	£000	£000	£000	£000	£000	£000
Asbestos Removal	85	85	0	85	0	85	0
LIH Clinical Lead	15	15	15	15	15	15	15
Salen relocation of surgery to Mull PCC	130	0	0	0	0	0	0
Refurbishment of Aros residences	60	0	0	0	0	0	0
<i>Council:</i>						0	0
Older People Growth	640	311	311	980	1,325	1,659	2,370
Care Services for Younger Adults	539	269	269	817	1,087	1,372	1,911
National Care Home Contract	326	496	755	665	1,017	835	1,284
Continuing care demand pressure in Children & Families	250	250	250	500	750	750	1,250
Social Work Emergency Standby	150	155	160	157	164	159	169
Greenwood Hostel overnight staffing	0	0	0	0	0	0	0
Criminal Justice Development Funding	0	0	0	0	0	0	0
Additional governance support from Council	95	98	101	99	103	101	107
Allowance for Unknown Cost and Demand Pressures	0	500	1,000	1,000	2,000	2,100	3,600
Total Cost and Demand Pressures	4,806	5,045	6,177	7,384	10,077	10,648	15,084
<i>Savings Previously Agreed:</i>							
Quality and Finance Plan Savings	(139)	(139)	(139)	(139)	(139)	(139)	(139)
Management/Operational Savings - Agreed March 2019	(500)	(1,020)	(1,020)	(1,020)	(1,020)	(1,020)	(1,020)
Policy Savings - Agreed March 2019 - not deliverable	0	0	0	0	0	0	0
Recovery Plan - Agreed 7 August 2019	(700)	(700)	(700)	(700)	(700)	(700)	(700)
Total Savings	(1,339)	(1,859)	(1,859)	(1,859)	(1,859)	(1,859)	(1,859)
Total Estimated Expenditure	291,668	296,395	304,108	300,927	311,096	305,579	318,609
Funding:							
NHS	226,229	232,017	237,978	231,052	235,995	229,701	233,236
Council	60,077	59,377	59,322	59,377	59,322	59,377	59,322
Total Funding	286,306	291,394	297,300	290,429	295,317	289,078	292,558
Budget Surplus / (Gap) Cumulative	(5,362)	(5,001)	(6,808)	(10,498)	(15,779)	(16,501)	(26,051)
Budget Surplus / (Gap) In Year	(5,362)	361	(1,806)	(5,136)	(5,282)	(11,139)	(9,550)
<i>Partner Bodies Split:</i>							
Health	(3,184)	(738)	(154)	(3,817)	(5,104)	(6,923)	(10,739)
Social Work	(2,178)	(4,263)	(6,654)	(6,681)	(10,675)	(9,578)	(15,312)
Budget Surplus / (Gap) Cumulative	(5,362)	(5,001)	(6,808)	(10,498)	(15,779)	(16,501)	(26,051)
Budget Surplus / (Gap) In Year	(5,362)	361	(1,806)	(5,136)	(5,282)	(11,139)	(9,550)