

BUDGET OUTLOOK 2021-22 TO 2023-24
INTEGRATION JOINT BOARD 5 AUGUST 2020

APPENDIX 1

	Best case scenario			Mid-Range scenario			Worst case scenario		
	2021-22	2022-23	2023-2024	2021-22	2022-23	2023-2024	2021-22	2022-23	2023-2024
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Base Budget:									
Base Budget	285,739	285,739	285,739	286,670	286,670	286,670	285,739	285,739	285,739
Base Budget Adjustments	318	0	0	318	0	0	318	0	0
Revised Base Budget	286,057	285,739	285,739	286,988	286,670	286,670	286,057	285,739	285,739
Employee Cost Changes:									
Pay Award	2,804	5,688	8,653	2,900	5,886	8,959	3,071	6,247	9,530
Pay Increments/change to employee base	283	511	739	324	593	862	509	963	1,417
Total Employee Cost Changes	3,087	6,199	9,392	3,224	6,479	9,821	3,580	7,210	10,947
Non-Pay Inflation:									
<i>Health:</i>									
Prescribing	900	1,800	2,700	1,000	2,000	3,000	1,100	2,200	3,300
Hospital Drugs	47	97	150	79	162	249	116	232	348
Main GG&C SLA	1,099	2,226	3,381	1,340	2,782	4,326	1,649	3,338	5,067
Other SLAs (GPs, GG&C, other HBs, service inputs)	494	998	1,502	618	1,251	1,885	742	1,503	2,263
Utilities	106	215	324	148	295	443	187	374	561
<i>Social Work:</i>									
Catering Purchases	37	58	79	37	58	79	37	58	79
National Care Home Contract	398	807	1,229	530	1,082	1,655	663	1,359	2,089
NHS Staffing Recharges	128	184	242	128	184	242	128	184	242
Purchase and Maintenance of Equipment	8	16	25	11	22	33	14	27	42
Specific CPI Increases	14	27	42	18	37	56	23	46	70
Scottish Living Wage	771	1,562	2,375	856	1,738	2,647	999	2,033	3,103
Carers Allowances	25	50	75	33	67	101	41	84	127
Utilities	25	33	40	26	36	46	28	39	52
Total Non-Pay Inflation	4,052	8,073	12,164	4,824	9,715	14,762	5,727	11,476	17,343
Cost and Demand Pressures:									
<i>Health:</i>									
LIH Laboratory	50	100	150	50	100	150	100	200	300
Out of Hours - GPs option out of hours	0	0	0	0	0	0	0	0	0
Share of national charge for HEPMA	0	0	0	0	0	0	0	0	0
New high cost care packages	120	120	120	120	120	120	220	220	220
Other NSD developments	50	100	150	50	100	150	50	100	150
Oncology Medicines Demand	350	700	1,050	450	900	1,350	550	1,100	1,650

	Best case scenario			Mid-Range scenario			Worst case scenario		
	2021-22	2022-23	2023-2024	2021-22	2022-23	2023-2024	2021-22	2022-23	2023-2024
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Bute Dialysis	0	0	0	0	0	0	0	0	0
Microsoft Licence Fees	300	300	300	300	300	300	300	300	300
Cystic Fibrosis Treatments	0	0	0	0	0	0	106	212	318
Asbestos Removal	0	0	0	0	0	0	0	0	0
LIH Clinical Lead	0	0	0	0	0	0	0	0	0
Salen relocation of surgery to Mull PCC	0	0	0	0	0	0	0	0	0
Refurbishment of Aros residences	60	0	0	60	0	0	60	0	0
<i>Council:</i>							0	0	0
Older People Growth	0	0	0	367	740	1,119	735	1,492	2,273
Care Services for Younger Adults	177	354	531	355	710	1,065	532	1,064	1,596
Continuing care demand pressure in Children & Families	0	0	0	250	500	750	500	1,000	1,500
Allowance for Unknown Cost and Demand Pressures	500	1,000	1,500	1,000	2,000	3,000	1,500	3,000	4,500
Total Cost and Demand Pressures	1,607	2,674	3,801	3,002	5,470	8,004	4,653	8,688	12,807
<i>Savings Previously Agreed:</i>									
Management/Operational Savings - Agreed March 2019	(520)	(520)	(520)	(520)	(520)	(520)	(520)	(520)	(520)
Management/Operational Savings - Agreed March 2020	(50)	(50)	(50)	(50)	(50)	(50)	(50)	(50)	(50)
Total Savings	(570)	(570)	(570)	(570)	(570)	(570)	(570)	(570)	(570)
Total Estimated Expenditure	294,233	302,115	310,526	297,468	307,764	318,687	299,447	312,543	326,266
Funding:									
NHS	231,450	237,411	243,552	231,413	236,353	241,416	229,134	232,670	236,269
Council	60,877	62,322	63,750	60,377	61,322	62,250	58,447	57,480	56,515
Total Funding	292,327	299,733	307,302	291,790	297,675	303,666	287,581	290,150	292,784
Budget Surplus / (Gap) Cumulative	(1,906)	(2,382)	(3,224)	(5,678)	(10,089)	(15,021)	(11,865)	(22,393)	(33,482)
Budget Surplus / (Gap) In Year	(1,906)	(476)	(842)	(5,678)	(4,411)	(4,932)	(11,865)	(10,528)	(11,088)
<i>Partner Bodies Split:</i>									
Health	22	95	188	(1,774)	(3,623)	(5,580)	(4,445)	(8,865)	(13,393)
Social Work	(1,928)	(2,477)	(3,412)	(3,904)	(6,466)	(9,441)	(7,421)	(13,528)	(20,089)
Budget Surplus / (Gap) Cumulative	(1,906)	(2,382)	(3,224)	(5,678)	(10,089)	(15,021)	(11,865)	(22,393)	(33,482)
Budget Surplus / (Gap) In Year	(1,906)	(476)	(842)	(5,678)	(4,411)	(4,932)	(11,865)	(10,528)	(11,088)