

**Stephen Brown (Chief Officer)**

Orkney Health and Social Care Partnership

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Agenda Item: 9.

## **Integration Joint Board**

**Date of Meeting: 19 June 2024.**

**Subject: Budget for 2024/25.**

### **1. Purpose**

1.1. To present the 2024/25 funding allocation from NHS Orkney (NHSO) and Orkney Islands Council (OIC) for Members' approval.

### **2. Recommendations**

The Integration Joint Board is invited to note:

2.1. That the draft outturn position for the IJB for 2023/24 is an overspend position of £5.609 million, namely total spend of £73.221 million against the approved budget of £67.612 million.

2.2. That the total overspend position comprises the following:

- NHSO commissioned services - £1.666 million.
- OIC commissioned services - £3.943 million.

2.3. That, although no additional recurring savings target has been set against the NHSO delegated service budgets for 2024/25, the IJB is expected to deliver, as a minimum, £2.4 million of the unachieved recurring savings for NHSO commissioned services over the next five years, which commenced in 2023/24 on its delegated budgets.

2.4. That, within services commissioned to OIC, savings for 2024/25 in respect of a reduction in its employer's pension contribution rates (£335k) and a 1% reduction in staff budgets (£216k) to reflect vacancy management have been applied to the budget.

2.5. That, for OIC commissioned services, to assist in achieving balanced budgets for 2025/26, 2026/27 and 2027/28, indicative efficiency targets of £469k, £704k and £938k respectively have been set.

2.6. That, in addition to these budgetary targets, the OIC commissioned services have also been tasked with taking affirmative action to return to operating within its approved revenue budget.

2.7. That a robust Financial Recovery Plan, based on the proposals outlined in Annex 6 to this report, will be submitted to the Board on a regular basis, as previously requested, in order to provide assurance that there are plans to reduce spending.

**It is recommended:**

2.8. That the baseline budget for financial year 2024/25, amounting to £66.706 million, as detailed in Annexes 2 to 4 of this report, be approved, noting that the increases are in line with Scottish Government requirements as explained in sections 6.1.2 and 6.2.3.

2.9. That work must be undertaken with both partners with the aim of delivering savings in order to deliver a balanced outturn position.

### **3. Background**

3.1. Within the Integration Scheme it states that budgets shall be based on recurring baseline budgets plus anticipated non-recurring funding for which there is a degree of certainty for each of the functions delegated to the IJB and shall take account of any applicable inflationary uplift, planned efficiency savings and financial strategy assumptions.

3.2. Inpatient hospital services/budgets provided within The Balfour and capacity in the designated specialties used in hospitals located in other Health Boards will form the set-aside portion of the hospital budget.

3.3. The funding available to the IJB shall be dependent on the funding available to NHSO and OIC and the corporate priorities of both.

3.4. The IJB receives a formal revenue expenditure monitoring report on a quarterly basis.

3.5. The Strategic Plan 2022 – 2025 was approved by the IJB in June 2022. Many of the priorities from the 2019 – 2022 Plan are ongoing and therefore, the use of some resources and direction for delivery of services are broadly similar to previous years.

3.6. The Strategic Plan for 2025 – 2028 is currently being developed and will thereafter go out for consultation before consideration from the IJB in the next financial year.

3.7. The Medium Term Financial Plan 2022 – 2025 was approved by the IJB in June 2022.

3.8. Any potential deviation from a break-even position should be reported to the Board, NHSO and OIC at the earliest opportunity.

## **4. COVID-19**

4.1. On 1 April 2024 there were earmarked reserves for COVID-19 of £138,996.

4.2. Beyond any specific legacy costs that may require additional funding, there is no funding available for COVID-19 costs.

4.3. It is expected that any COVID-19 related costs will be met from baseline funding and the IJB should continue to drive these costs down as far as possible.

## **5. Current Position**

5.1. This report sets out the implications of the Scottish Government budget for 2024/25 and provides Members with an overview of the IJB's anticipated budget allocation for 2024/25.

5.2. The Scottish Government has not provided detailed spending plans beyond their draft budget for 2024/25. Although there has been continued requests from local government on multi-year settlements this has not been forthcoming which inhibits medium and long-term financial planning in a local context.

5.3. The IJB holds a financial reserve most of which are earmarked for the Primary Care Improvement Fund, Winter Planning Fund, Mental Health, the Alcohol and Drugs Partnership Funds and COVID-19 and which are underspent but are needed in future financial years.

## **6. Budget Proposals 2024/25**

### **6.1. NHS Orkney**

6.1.1. On 19 December 2023, the Director of Health Finance and Governance, Scottish Government wrote to all NHS Chairs, NHS Directors of Finance, Integration Authority Chief Officers and Integration Authority Chief Finance Officers, setting out the draft budget for 2024/25 for NHS Boards. The correspondence is attached at Annex 1.

6.1.2. The key funding messages outlined in the letter of 19 December 2023 include the following:

- The financial pressures across health and social care are, by far, the most challenging since devolution.
- Compared to 2023/24 budgets, NHS Boards will receive a total increase of 4.3% for 2024/25 to cover costs related to the 2023/24 pay deals, as well as the baselining of £100 million sustainability and NRAC funding provided in 2023/24.
- In addition to the baseline uplift outlined, funding aligned to policy commitments and recovery of health and social care services will be allocated to Boards and Integration Authorities in 2024/25.
- The Health and Social Care Portfolio will transfer net additional funding of £241.5 million to Local Government to support social care and integration.

- The overall transfer includes additional funding of £230 million to deliver a £12 per hour minimum pay settlement for adult social care workers in private and third sectors, in line with the Real Living Wage Foundation rate.
- In addition, an inflationary uplift on Free Personal Nursing Care rates (£11.5 million) is provided.
- The funding allocated to Integration Authorities should be additional and not substitutonal to each Council's 2023-24 recurring budgets for services that are delegated, therefore Local Authority social care budgets for allocation to Integration Authorities must be £241.5 million greater than 2023-24 recurring budgets.

6.1.3. The indicative budget from NHSO is based on a 0% uplift on the recurring budget excluding the Cash Limited Dental and Non-Cash Limited. Further information can be found at Annex 2.

6.1.4. Cash Limited Dental (£1.945 million) / Non-Cash Limited (£1.557 million) are indicative figures based on the 2023/24 allocation and will be adjusted based on requirements and Scottish Government allocations in 2024/25.

6.1.5. The budgets indicated are what is included within the NHSO Financial Plans for 2024/25 for the IJB.

6.1.6. There is a holding account/reserves account which, as at 31 March 2024, had a balance of £2,715,644. This is mainly earmarked reserves for the Primary Care Improvement Fund, Mental Health Recovery and Renewal, COVID-19 and Alcohol and Drugs Partnership. The carry-forward figures will be included within the Annual Accounts and the quarterly Revenue Expenditure Monitoring Reports.

6.1.7. There will continue to be additional funding received from the Scottish Government to meet various commitments to social and integration needs. Any additional funding allocations will be transferred once known.

6.1.8. There is always uncertainty regarding allocations due to the fact that financial planning arrangements with Scottish Government are still ongoing nationally.

6.1.9. For 2023/24, NHSO commissioned services have reported an overspend position of £1.666 million. The main reason for the overspend is attributable to £2.4 million savings target applied to the budget but not achieved.

## **6.2. Orkney Islands Council**

6.2.1. OIC presented proposals for the budget and Council Tax level for 2024/25 to the Policy and Resources Committee on 27 February 2024, which were subsequently approved by the General Meeting of the Council on 11 March 2024.

6.2.2. The Council's budget uprating assumptions are as follows:

<b>Budget Element</b>	<b>2024/25</b>
Staff Costs	2.0%
Property Costs (Specifically Energy Costs)	3.0%
Supplies and Services	3.0%
Transport Costs	3.0%
Administration Costs	3.0%
Third Party Payments	3.0%
Sales	6.7%
Fees and Charges	6.7%
Other Income	6.7%

6.2.3. The Scottish Government published its draft budget for 2024/25 on 21 December 2023. Once again, the settlement provides figures for a single year only. A key recommendation made in this report is to also set a one-year budget for 2024/25.

6.2.3.1. In considering the Scottish Government draft budget, many Scottish Local Authorities have made their concerns known as they continue to find budget setting very challenging.

6.2.3.2. On 19 December 2023, the Deputy First Minister wrote to the Convention of Scottish Local Authorities (COSLA) President in relation to the Local Government Settlement for 2024/25. In her letter, the Deputy First Minister outlined the challenging fiscal context within which decisions regarding the Budget were made and what the Budget means for Local Government.

6.2.4. The commitments that Finance Circular 8/2023 intimates have been funded in the settlement include the following:

- An additional £230 million to deliver the payment of £12 per hour minimum pay settlement for adult social care workers in commissioned services via agreed contract uplifts.

6.2.5. Within services commissioned from OIC, savings for 2024/25 in respect of employer's pension contributions and a 1% reduction in staff budget, £335k and £216k respectively, have been applied to the 2024/25 budget.

6.2.6. Based on the draft outturn for 2023/24, OIC commissioned services are showing an overspend position of £3.943 million. The main causes for the overspend were:

- The ongoing use of agency and locum staff – the total overspend on the staffing budget of £22.7 million was £2.665 million. The overall cost of agency staff across the social work and social care workforce was £4.537 million. Some of this cost (approximately £1.75 million) is offset by vacancies.

- Out of Orkney Placements commissioned for young people - £302k.
- Foster placements - £288k.
- Residential Independent Outwith Orkney placements - £584k.
- Disability commissioned services - £338k.

## 7. Financial Recovery Plan

7.1. On 21 February 2024, the Board agreed that proposals outlined in a draft Financial Recovery Plan be approved for further exploration, with a view to financial recovery.

7.2. The Board also agreed that a more detailed Recovery Plan, including risks and mitigating actions, be submitted to the next meeting of the Board, noting the caveats outlined by the Chief Officer, including capacity.

7.3. The draft Financial Recovery Plan, attached at Annex 6, has been further updated since first submitted to the Board in February 2024. Some of the areas of planned work are still to be fully quantified. Once quantified, a more detailed Recovery Plan will be presented to the Board and updates on progress will be included within the Revenue Expenditure Monitoring Reports.

## 8. Contribution to quality

Please indicate which of the Orkney Community Plan 2023 to 2030 values are supported in this report adding Yes or No to the relevant area(s):

<b>Resilience:</b> To support and promote our strong communities.	Yes.
<b>Enterprise:</b> To tackle crosscutting issues such as digital connectivity, transport, housing and fuel poverty.	Yes.
<b>Equality:</b> To encourage services to provide equal opportunities for everyone.	No.
<b>Fairness:</b> To make sure socio-economic and social factors are balanced.	Yes.
<b>Innovation:</b> To overcome issues more effectively through partnership working.	Yes.
<b>Leadership:</b> To involve partners such as community councils, community groups, voluntary groups and individuals in the process.	No.
<b>Sustainability:</b> To make sure economic and environmental factors are balanced.	No.

## 9. Resource and financial implications

9.1. The proposed budgets for 2024/25 are detailed at Annexes 2, 3 and 4, summarised as follows:

<b>Partner</b>	<b>Budget £000's</b>
NHS Orkney	29,639
NHS Orkney Set Aside	8,639
Orkney Islands Council	28,698
<b>IJB Baseline Budget 2024/25</b>	<b>66,706</b>

9.2. As new allocations become known to Orkney all resources received that relate to the delegated functions will be passed to the IJB as an additional allocation.

## **10. Risk and equality implications**

10.1. Over the next few years, the IJB will require to balance its ambitious commissioning decisions to support change, alongside decommissioning decisions that enables NHSO and OIC to deliver year on year efficiencies to sustain priority services.

10.2. The main “business as usual” significant risk is that there could be a failure to deliver the outcomes of the Strategic Plan in relation to the financial resources that are available.

10.3. Failure to break-even within the financial year will mean that the IJB will remain dependent upon additional payments from both NHSO and OIC.

10.4. Implementing the Financial Recovery Plan will be an ongoing and iterative process, with a number of inherent uncertainties and associated risks. It is proposed that progress updates will be included within the Revenue Expenditure Monitoring Reports.

10.5. The public should be excluded from the meeting in respect of any discussion relating to Annex 6. Annex 6 contains exempt information as defined in paragraphs 3, 6 and 9 of Part 1 of Schedule 7A of the Local Government (Scotland) Act 1973.

## **11. Direction required**

Please indicate if this report requires a direction to be passed to:

NHS Orkney.	No.
Orkney Islands Council.	No.

## 12. Escalation required

Please indicate if this report requires escalated to:

NHS Orkney.	No.
Orkney Islands Council.	No.

## 13. Author and contact information

13.1. Taiye Sanwo (Interim Chief Finance Officer), Integration Joint Board. Email: [taiye.sanwo@orkney.gov.uk](mailto:taiye.sanwo@orkney.gov.uk), telephone: 01856873535 extension 2611.

## 14. Supporting documents

14.1. Annex 1: Indicative Allocation letter.

14.2. Annex 2: NHS Orkney's Budget 2024/25.

14.3. Annex 3: NHS Orkney Set Aside Budget 2024/25.

14.4. Annex 4: Orkney Islands Council's Budget 2024/25.

14.5. Annex 5: IJB Commissioned Services Budget by Services 2024/25.

14.6. Annex 6: Draft Financial Recovery Plan.



Directorate for Health and Social Care Finance, Digital and Governance

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Chief Executives, NHS Scotland

Copy to: NHS Chairs  
NHS Directors of Finance  
Integration Authority Chief Officers  
Integration Authority Chief Finance Officers

## ***Issued via email***

19 December 2023

Dear Chief Executives

## **Scottish Government Budget 2024-25**

Following the announcement of the Scottish Government's Budget for 2024-25 by the Deputy First Minister in Parliament today, I am writing to provide details of the indicative funding settlement for Health Boards. A breakdown of the total is provided in **Annex A** to this letter.

The Deputy First Minister noted in her response to the UK Government's Autumn Statement that it delivered a worst-case scenario for Scotland's finances. The financial pressures across health and social care are, by far, the most challenging since devolution. We have worked to protect NHS Budgets and social care funding where other parts of the public sector have faced reductions. All health consequentials have been passed through to the Portfolio, but these were not at a level expected by the Scottish Government, particularly given the non-recurring nature of 2023-24 pay consequentials, and we recognise the continued pressures health and social care services face in the aftermath of the pandemic and changing demographic profiles.

As in previous years, the budget announced will be subject to any amendments agreed through the Scottish Parliament's Budget Bill process. In addition, we will undertake further work with you specifically in relation to pay costs and waiting times funding. I will keep you up to date with any changes to our planning assumptions.

## **Budget Uplift**

Compared to 2023-24 budgets, territorial NHS Boards will receive a total increase of 4.3% for 2024-25 to cover costs related to the 2023-24 pay deals, as well as the baselining of £100 million sustainability and NRAC funding provided in 2023-24. For clarity, the 4.3% uplift relates to 2023-24 non-recurring funding now being made on a recurring basis. National Boards will receive a 3.8% uplift to fund 2023-24 pay deals.

In terms of pay, funding arrangements for Boards will be revisited by the Scottish Government following the outcome of the pay negotiations in the new financial year. As part of Boards recurring adjustments for 2023-24, amounts have been included based on pay offers for Agenda for Change and Medical and Dental staffing in 2023-24. Pay for NHS staff remains subject to agreement for 2024-25, and we will work with Directors of Finance to finalise this position once the outcome is known. We will write to Boards in 2024 to confirm finalised baseline budgets following the conclusion of this work, but at this stage it should be assumed that additional funding will be allocated to support a deal.

We have committed the £100 million sustainability funding for non-pay costs, but beyond this and the NRAC funding provided in 2023-24, Boards will be expected to manage pressures within existing envelopes. Funding ensures no Territorial Board is further than 0.6% from parity.

## **Covid-19 Funding**

Whilst the scale of Covid-19 costs has reduced significantly in 2023-24, we recognise there are specific legacy costs that will require additional funding support in the new financial year. This includes funding for:

- Vaccinations staffing and delivery.
- Test & Protect activities including Regional Testing facilities.
- Additional PPE requirements; and
- Some specific Public Health measures.

Following today's budget, we will seek to provide early clarity as to the total funding to be provided to support these costs. However, beyond the above, NHS Boards and Integration Authorities should expect to meet remaining costs from baseline funding and should continue to drive these costs down as far as possible.

## **Policy Funding**

In addition to the baseline uplift outlined, funding aligned to policy commitments and recovery of health and social care services will be allocated to Boards and Integration Authorities in 2024-25. It is our intention to provide early indication of allocations where possible, and to align this to the planning guidance that will be issued in relation to Annual Delivery Plans, setting out the priorities for health and social care in the coming year.

We are aware there has been a rise in the volume of allocations over the past few years and we are committed to reducing this. We are also aware timing of some allocations being later in the year leads to uncertainty and difficulties in service planning without funding certainty. We are committing to putting out 80% of allocations in the first quarter, where necessary these may be a % of the full allocation value.

## **Health and Social Care Integration**

Formal notification of the terms and approach to the Local Government funding settlement will be given in the Circular and Local Government Budget Letter. The Health and Social Care Portfolio will transfer net additional funding of £241.5 million to Local Government to support social care and integration. The overall transfer to Local Government includes additional funding of £230 million to deliver a £12 per hour minimum pay settlement for adult social care workers in private and third sectors, in line with the Real Living Wage Foundation rate. In addition, an inflationary uplift on Free Personal Nursing Care rates (£11.5 million) is provided.

The funding allocated to Integration Authorities for Free Personal and Nursing Care and adult social care pay in third and private sectors should be additional and not substitutional to each Council's 2023-24 recurring budgets for adult social care services that are delegated. This means that, when taken together, Local Authority adult social care budgets for allocation to Integration Authorities must be £241.5 million greater than 2023-24 recurring budgets to ensure funding from Health and Social Care Portfolio contributes to meeting outcomes in this area. Where there is evidence funding is not passed across to be used for the policy intent, the Scottish Government reserves the right to look at reclaiming funding allocated.

We have progressed baselining prior year Real Living Wage funding totalling £333.5 million to Local Government. A further £52.3 million has been baselined for other commitments including uprating free personal nursing care.

## **Capital**

### **a. Capital Budget**

The health capital budget increases from £578 million to £754 million, however if the health research element is excluded (which is a ring-fenced budget that cannot be used for capital investment), the budget reduces by £59 million from £373 million to £314 million. This is lower than our planning assumptions, which were shared with Chief Executives, Chairs and Directors of Finance in August.

The settlement allows for formula capital to be maintained at 2023-24 levels, all major projects in construction to be completed (Baird and Anchor, Parkhead Health Centre, QEUH rectification and Jubilee Phase 2), as well as support for the national replacement programmes for Ambulances and Radiotherapy equipment. Beyond these

core areas outlined above, we will not be providing any funding, including in relation to our intention to increase formula capital so that it doubles over the Capital Spending Review period (2021-22 to 2025-26).

In respect of 2023-24, we are asking all Boards to review their capital expenditure for the remainder of the year and to defer any areas where spend is discretionary.

## **b. New Developments and Capital Planning**

We are aware that most Boards are developing infrastructure plans and individual projects which will require Scottish Government funding to progress. Given the challenging settlement we are managing, we will not be funding development costs for any new projects, as we do not anticipate starting construction of any new project over the next two years at least. We understand the local challenges this will present in some instances, so the Health Capital Finance team will arrange a discussion with all affected Boards in the New Year to confirm arrangements. However, in the meantime, NHS Boards should immediately stop any project development spend, otherwise these costs may need to be funded from local formula capital budgets which should instead be directed towards maintenance of the existing estate and essential equipment and digital replacement.

Now that we have clarity on the capital funding position, a Directors' Letter on Whole System Planning that focusses on maintaining your current estate, will be issued in the New Year.

## **c. Small Scale Projects**

The Scottish Government has always looked to provide capital support for relatively small scale, but essential investments, that could not be funded through formula capital. At this point, our ability to fund such investments is extremely limited and Boards should not anticipate receiving additional funding in 2024-25, even if funding has previously been agreed.

It is clear that there is significant financial challenge in 2024-25 above levels we have seen before and we will continue to work closely with Chief Executives to address this. I thank you again for your support to date and your continued engagement moving into the next financial year.

## **2024-25 Financial Planning**

I wrote to all Boards previously outlining my expectations for 2024-25 plans, being:

- a clear programme of work and supporting actions to achieve the target of 3% recurring savings on baseline budgets,; and
- an improved forecast outturn position compared to your forecast outturn position reported at the start of 2023-24.

Further to this, I confirmed for Boards in receipt of brokerage in previous years that this would be capped for 2024-25. There is no central budget available for brokerage and any funding given for this limits investment in other areas.

## **Financial savings**

I am aware the 3% savings target alone will not be enough to return to breakeven or in some cases the brokerage cap. There are a number of areas of work underway to support NHS Boards and collectively improve the financial position as set out below.

### 15 box grid

I have communicated previously the 15 box grid approved by Board Chief Executive on 14 November. This sets out 15 areas of focus for Boards to progress. There are various national programmes of work supporting these areas to be implemented at a local level.

The Financial Delivery Unit will continue to co-ordinate and assist Boards to identify further actions or areas that will support delivery of your 3% recurring savings target.

NHS Scotland Planning and Delivery Board (NHSSP&DB)

The NHSSP&DB has been established to direct and co-ordinate a range of national work including strategic planning, national programmes and national improvement. Work will continue to rationalise national programmes and agree priorities to simplify the landscape and have a stronger focus on affordability. As agreed, decisions will be taken on a Once for Scotland basis working alongside Board Chief Executives and the other functional professionals groups.

CHOICES

As set out at the Board Chief Executive meeting on 12 December, we will progress the development of the CHOICES options which will provide the framework in which decisions around the following key areas will be made:

- Workforce
- Innovation
- Service and infrastructure optimisation

Further guidance will follow in respect of the above and will take account of the discussions you have been having with the NHS Scotland Chief Operating Officer and members of my team.

It is clear that there is significant financial challenge in 2024-25, above levels we have seen before, and we will continue to work closely with Chief Executives and colleagues across the whole system. I thank you again for your support to date and your continued engagement moving into the next financial year.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'R McCallum', with a long horizontal stroke underneath.

**RICHARD MCCALLUM**

Director of Health and Social Finance, Digital and Governance

## Annex A – Board Funding Uplifts

	2023/24 Allocation	Recurring Allocations*	Updated Allocation	Uplift**	2024/25 Total Allocation	Uplift from 2023/24	NRAC Funding	Distance from NRAC Parity
	£m		£m	£m	£m	%	£m	%
<b>NHS Territorial Boards</b>								
Ayrshire and Arran	850.2	33.1	883.3	0.2	883.5	3.9%	0.2	-0.6%
Borders	248.6	10.4	259.0	1.5	260.4	4.8%	1.5	-0.6%
Dumfries and Galloway	352.2	12.5	364.7	0.0	364.7	3.6%	0.0	1.1%
Fife	790.8	31.3	822.1	7.2	829.2	4.9%	7.2	-0.6%
Forth Valley	631.1	25.7	656.8	2.1	658.9	4.4%	2.1	-0.6%
Grampian	1,129.9	44.4	1,174.2	2.2	1,176.4	4.1%	2.2	-0.6%
Greater Glasgow and Clyde	2,639.4	93.8	2,733.1	0.0	2,733.1	3.6%	0.0	1.3%
Highland	768.2	39.0	807.1	0.0	807.1	5.1%	0.0	-0.6%
Lanarkshire	1,424.1	57.9	1,482.0	6.9	1,489.0	4.6%	6.9	-0.6%
Lothian	1,743.3	72.0	1,815.3	10.2	1,825.5	4.7%	10.2	-0.6%
Orkney	60.2	2.5	62.8	0.8	63.6	5.6%	0.8	-0.6%
Shetland	60.1	2.2	62.4	0.0	62.4	3.7%	0.0	1.9%
Tayside	912.2	39.0	951.2	0.0	951.2	4.3%	0.0	-0.3%
Western Isles	89.0	3.8	92.9	0.0	92.9	4.3%	0.0	12.6%
<b>Territorials Total</b>	<b>11,699.2</b>	<b>467.5</b>	<b>12,166.7</b>	<b>31.1</b>	<b>12,197.9</b>	<b>4.3%</b>	<b>31.1</b>	
<b>NHS National Boards</b>								
National Waiting Times Centre	75.8	6.0	81.8	0.0	81.8	7.9%		
Scottish Ambulance Service	334.2	15.0	349.2	0.0	349.2	4.5%		
The State Hospital	42.5	2.0	44.5	0.0	44.5	4.6%		
NHS 24	90.7	0.7	91.4	0.0	91.4	0.8%		
NHS Education for Scotland	517.6	32.6	550.2	0.0	550.2	6.3%		
NHS National Services Scotland	378.6	1.7	380.3	0.0	380.3	0.4%		
Healthcare Improvement Scotland	33.6	0.2	33.8	0.0	33.8	0.5%		
Public Health Scotland	56.9	0.6	57.5	0.0	57.5	1.0%		
<b>Nationals Total</b>	<b>1,530.1</b>	<b>58.8</b>	<b>1,588.9</b>	<b>0.0</b>	<b>1,588.9</b>	<b>3.8%</b>		
<b>Total NHS Boards</b>	<b>13,229.3</b>	<b>526.3</b>	<b>13,755.6</b>	<b>31.1</b>	<b>13,786.7</b>	<b>4.2%</b>		

\* Includes recurring allocations from 2022-23

\*\* Includes NRAC parity adjustments.

## Annex 2: NHS Orkney's Budget 2024/25

	£000's	£000's
Service Budget 2023/24 as at Period 12	25,867	
0% Uplift (on service budgets and recurring budget)	<u>0</u>	
Recurring Baseline Budget		25,867
Cash Limited Dental		1,945
Non-Cash Limited		<u>1,557</u>
<b>Budget 2024/25</b>		<b><u>29,369</u></b>

### Annex 3: NHS Orkney Set Aside Budget 2024/25

	£000's.	£000's.
<b>Opening Baseline Budget 2023/24.</b>		<b>7,953.</b>
<b>Recurring Cost Pressure 2023/24.</b>		
Pay and Uplifts.		1,027.
<b>Non-Recurring Cost Pressure 2023/24</b>		
Medical Locums.	-200.	
Placement outwith Orkney.	-204.	
Mental Health Service Level Agreement.	-400.	
	<hr/>	-804.
<b>Baseline Budget 2024/25.</b>		<b>8,176.</b>
2.0% Uplift (on service budgets and recurring budget).		0.
<b>Non-Recurring Cost Pressure 2024/25.</b>		
Placement outwith Orkney.	63.	
Mental Health Service Level Agreement.	400.	
	<hr/>	463
		<hr/>
<b>Baseline Budget 2024/25.</b>		<b>8,639.</b>

## Annex 4: Orkney Islands Council's Budget 2024/25

	£000's	£000's
<b>Baseline Budget 2023/24</b>		<b>26,383</b>
<b>Reduce One Off Funding:</b>		
Braeburn Children's Residential	-450	
Transfer Whole Family Wellbeing to Education	-132	
Sub Total One-off Funding		-582
Pay Increase		915
<b>Revised Baseline</b>		<b>26,716</b>
Inflation		302
<u>One Off:</u>		
Braeburn Children's Residential	432	
Outwith Orkney Placements	545	
Sub Total One Off		977
Baseline Increase i.e Energy Costs, Food Inflation		210
<u>Savings:</u>		
Pension (17%-15%)	-335	
Staff Turnover	-216	
Sub Total Savings		-551
<u>Finance Settlement:</u>		
Allowance Kinship and Foster Care	49	
Personal and Nursing Care Increase	22	
Adult Social Care Uplift £12 per hour	1,000	
Reduction in Social Work Capacity and Winter Planning	-27	
Sub Total Finance Settlement		1,044
<b>Budget 2024/25</b>		<b>28,698</b>



## Annex 5: IJB Commissioned Services Budget by Services 2024/25

	<b>2024/25 Budget</b>
<b>IJB Commissioned Services</b>	<b>£000</b>
Support Services and Overheads	4,645
Alcohol and Drugs Partnership	531
Children and Families	7,093
Prescribing	5,643
Elderly	9,173
Integration Funding	1,525
Disability	5,451
Mental Health	1,729
Other Community Care	1,544
Occupational Therapy	957
Care at Home	5,331
Criminal Justice	182
Community Nursing	1,911
Primary Care	12,104
Allied Health Professions	1,112
Rehabilitation	291
COVID-19	403
Reserves	839
Savings	(2,400)
<b>Service Totals</b>	<b>58,067</b>
NHS Orkney Set Aside	8,639
<b>IJB Total</b>	<b>66,706</b>