

Manchester Partnership Board System & Locality Position



Introduction

- MPB is asked to:
 - Note the financial position at Month 9 across the system
 - Note the 23/34 running costs for Manchester Locality
 - Discuss mitigations to reduce the forecast overspend on running costs for 24/25
 - Discuss further the approach for any additional allocations that may come into the system re. UEC Discharge & Capacity monies

SYSTEM FINANCIAL POSITION



Greater Manchester
Integrated Care

In Month 9 NHS England confirmed a revised deficit forecast position of £(180.0)m for the GM system for 2023/24. This recognises the risks the ICS has reported this financial year and those which could not be mitigated. The original plan for the GM system was a breakeven position, with NHS GM planning a £122.0m surplus (including the £130m system efficiencies target) offset by £(122.0)m deficit within NHS providers. The revised forecast position agreed with NHS England is a £(180.0)m deficit, with a split proposed for NHS GM £(34.7)m deficit and for NHS providers £(145.3)m.

The £(180.0)m deficit was agreed on the assumption of no further industrial action. However, there has been industrial action in both December and January, at a cost of £(21.2)m which have been reported nationally by providers as requested by NHSE to determine the future funding of these costs. As a result, the forecast outturn reported to the national team is a deficit of £201.1m. However, the system will continue to be monitored against the delivery of the £(180.0)m deficit outturn position.

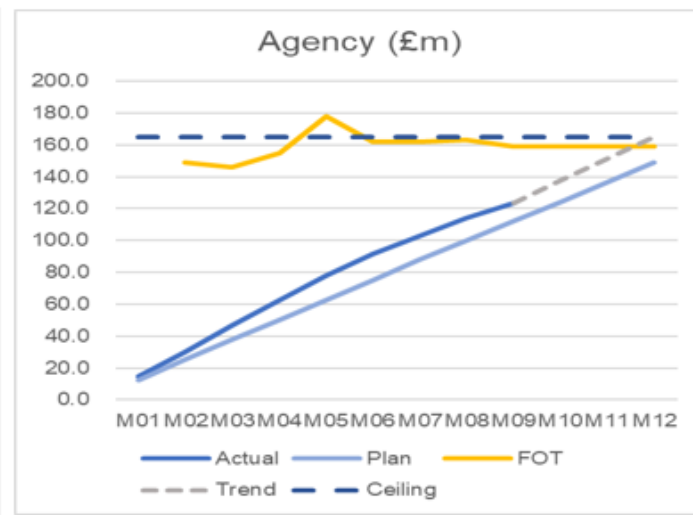
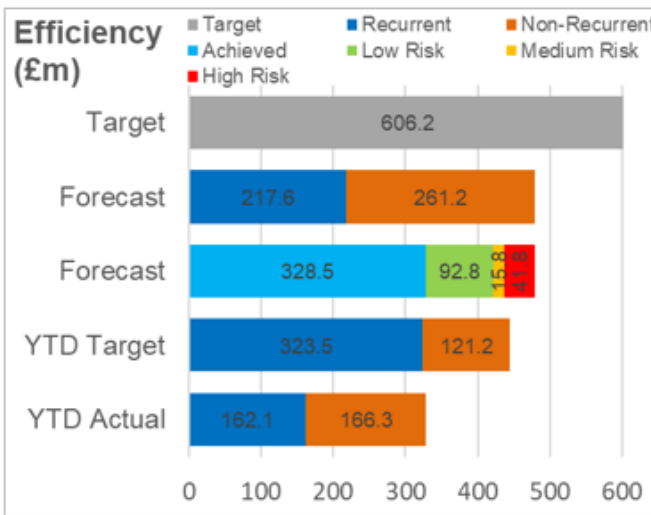
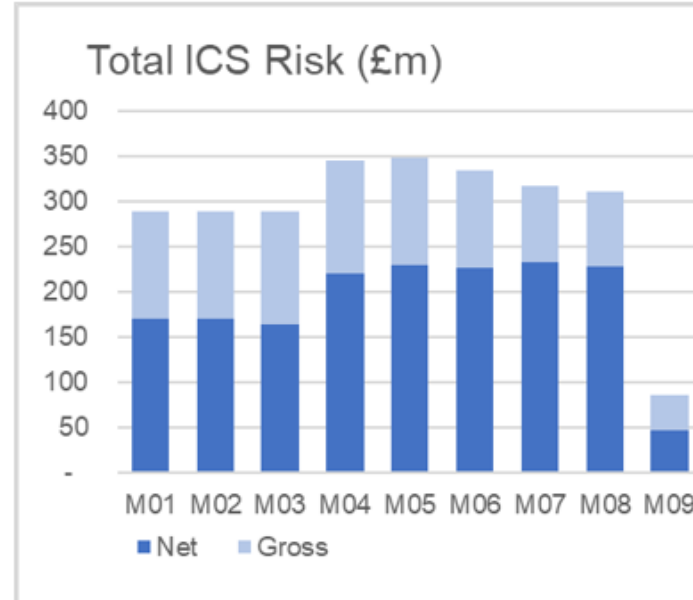
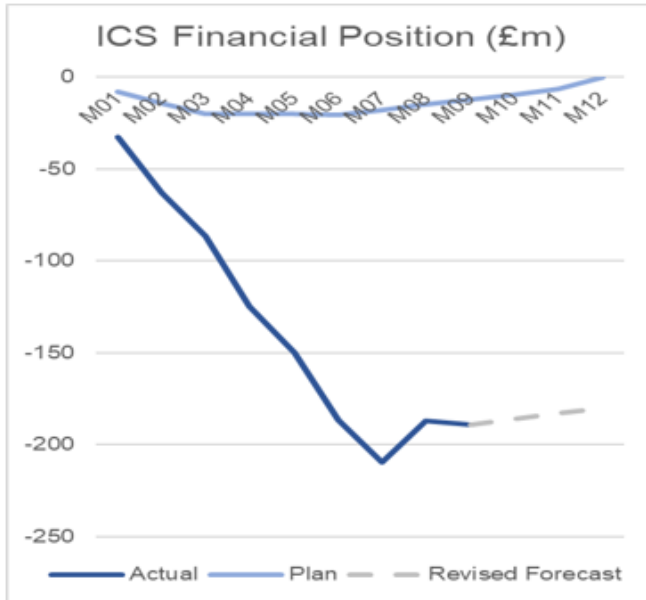
At Month 9, NHS GM is forecasting a deficit of £(33.5)m and NHS providers are forecasting a deficit of £(146.4)m, which is a holding position whilst the final elements of the expected improvements are confirmed to achieve the £(180.0)m deficit.

	YTD Month 9					Full Year Forecast				
	Budget £m	Actual £m	Less IA Dec £m	Revised Actual £m	Variance £m	Budget £m	Full Year £m	Less IA Dec & Jan £m	Revised Full Year £m	Variance £m
GM NHS Providers	(103.4)	(165.8)	5.7	(160.1)	(56.7)	(122.0)	(167.6)	21.2	(146.4)	(24.4)
NHS GM	(3.5)	(28.9)	(0.0)	(28.9)	(25.4)	(8.0)	(33.5)	0.0	(33.5)	(25.5)
System efficiency	95.0	0.0	0.0	0.0	(95.0)	130.0	0.0	0.0	0.0	(130.0)
Total ICS Surplus/(Deficit)	(11.9)	(194.7)	5.7	(189.0)	(177.1)	0.0	(201.2)	21.2	(180.0)	(180.0)

SYSTEM FINANCIAL POSITION



Greater Manchester



System financial position

- Greater Manchester ICS has agreed a revised forecast deficit position with NHS England for 2023/24 of £(180)m, with a proposed split for NHS GM at £(34.7)m deficit and NHS providers £(145.3)m deficit.
- At Month 9, NHS GM is forecasting a deficit of £(33.5)m and NHS providers are forecasting a deficit of £(146.4)m, which is a holding position whilst the final elements of the expected improvements are confirmed to achieve the £(180.0)m deficit.
- The YTD actual position at M9 is £(189.0)m, comprising:
 - NHS GM: £(28.9)m
 - NHS providers: £(160.1)m
- Pressures across the system remain consistent with previous months.

Total ICS risk

- Total ICS risk has significantly reduced at M9 to £87.0m from £311.4m at M8. This is due to the agreement of the revised forecast deficit position. Therefore, pressures previously reported as risk are now included in the position.
- At M9 ICS total gross risk is £87.0m and net risk of £47.9m. Residual net risk in the ICS position relates to efficiency risk (see below), risks in respect of prescribing, ERF and industrial action.

Efficiency

- This chart details the recurrent and non recurrent split, along with a RAG rating of deliverability of savings targets.
- YTD efficiency delivery is below target by £(116.2m):
 - System risk – (£95.0m)
 - Providers – (£21.2m)
- Full year efficiency target of £606.2m will not be delivered in full, with a shortfall relating to system efficiency reflected in the position.
- Gross risk for both provider and NHS GM have improved since M8.

Agency

- Projected forecast costs for agency reduced in M9 to £159m (M8: £163m) which is below the ICS agency ceiling of £164.7m. The current full year trajectory based on YTD spend indicates c£164m for the year, which is a reduction in comparison to M8.
- Variances above plan for agency costs are mainly at two providers – NCA and GMMH.
- These figures exclude bank costs.

NHS GM Provider Financial Position



Greater Manchester
Integrated Care

The following table summarises the overall provider position reported at Month 9 and forecast outturn.

GM Providers Income Statement	Year to date			2023/24		
	Plan £m	Actual £m	Variance £m	Plan £m	Actual £m	Variance £m
Income	5,447.9	5,536.1	88.2	7,268.7	7,394.1	125.3
Pay	(3,498.7)	(3,593.0)	(94.3)	(4,660.9)	(4,794.1)	(133.2)
Non-Pay	(1,979.3)	(2,044.2)	(64.9)	(2,630.9)	(2,669.3)	(38.3)
Non Operating Items	(73.4)	(59.1)	14.4	(98.9)	(77.1)	21.8
TOTAL Provider Surplus/(Deficit)	(103.4)	(160.1)	(56.7)	(122.0)	(146.4)	(24.4)
Surplus/Deficit Breakdown						
MFT	(14.5)	(39.3)	(24.8)	0.0	(5.0)	(5.0)
Christie	(6.0)	(1.0)	5.1	(8.0)	5.9	13.9
NCA	(20.6)	(53.6)	(33.0)	(32.2)	(67.2)	(35.0)
Bolton	(9.3)	(9.2)	0.1	(12.4)	(10.5)	1.9
Tameside	(23.8)	(23.4)	0.4	(31.5)	(30.7)	0.7
WWL	(4.3)	(7.4)	(3.1)	(6.5)	(10.2)	(3.7)
Pennine Care	(1.3)	0.0	1.4	0.0	2.1	2.1
Stockport	(23.6)	(24.0)	(0.5)	(31.5)	(31.1)	0.3
GMMH	0.0	(2.3)	(2.3)	0.0	0.4	0.4
Provider Surplus/(Deficit)	(103.4)	(160.1)	(56.7)	(122.0)	(146.4)	(24.4)