



NHS Scotland 2020-21 Consolidated Financial Reporting to 28 February 2020 (Month 11)

Purpose

This paper summarises the financial position for NHS Scotland for the reporting year 2020-21. It sets out the year to date position and the forecast position for the year end. The information contained in this report is a consolidation of the financial position as reported by all 22 NHS Boards. All NHS Boards report regularly and publicly on local financial performance and this information is available through individual NHS Board websites.

Context

The Health and Sport Portfolio resource budget following the 2020-21 Spring Budget Revision is £17.5 billion. As part of the budget approved by the Scottish Parliament, the 14 Territorial and 8 National Boards account for the majority of that spend, with the remainder administered directly by the Scottish Government. The NHS Board resource budget covers spending on operating costs such as pay, drugs and supplies.

In addition to the Budgets allocated at the outset of the year to NHS Boards, £2.8 billion is managed centrally by the Scottish Government Health and Social Care Directorates; the majority of which is allocated to NHS Boards over the course of the year. This includes total funding of £1.8 billion for the four professional groups of independent sub-contractors - medicine, pharmacy, dentistry and optometry.

Within the 2020-21 budget, circa £2.5 billion of support for Scotland's Covid-19 efforts has been included for the Health and Sport portfolio. This funding is being used to support the Health and Social Care Covid-19 financial pressures reported by NHS Boards, Integration Authorities and Local Government Bodies throughout this financial year.

The capital budget is £466 million in 2020-21 and funds investment in the NHS estate, equipment and maintenance.

Consolidated Financial Position

Based on the first eleven months of the year (April 2020 – February 2021), the Health and Sport Portfolio is working to deliver a balanced financial position for both resource and capital budgets.

NHS Boards have identified an initial savings requirement of circa £430 million which is required in order to deliver financial balance. All savings generated are retained locally by Boards and plans are continually developed throughout the year.

At month 11, NHS Boards are reporting a projected variance of £2.9 million. This position presents the receipt of additional funding from the Scottish Government to meet the reported pressures presented by the NHS Boards in response to Covid-19. Given the exceptional nature of this year, and consistent with the pausing of the NHS Board performance escalation framework, further Covid-19 funding ensures that all NHS Boards can deliver a balanced financial position in 2020-21. All funding for 2020-21 is provided on a non-repayable basis.

Table 1 below summarises the financial position at 28 February 2021, with further analysis by NHS Board at Table 2.



Table 1: Summary of forecast outturn and indicative financial support required

	2020-21 Forecast Outturn				Indicative financial support required
	Forecast Outturn	Budget	Variance		
	£m	£m	£m	%	£m
Resource Allocation					
Health and Sport Portfolio	17,474.6	17,474.6	-	-	-
<i>Included within:</i>					
Territorial NHS Boards	13,050.8	13,053.2	2.4	-	-
National NHS Boards	2,091.3	2,091.8	0.6	0.0	-
Capital Allocation					
Health and Sport Portfolio	466.4	466.4	-	-	-
<i>Included within:</i>					
Territorial NHS Boards	334.7	334.7	-	-	-
National NHS Boards	108.0	108.0	-	-	-

**Health and Sport Portfolio Budget based on 2020-21 Spring Budget Revision.*

Capital

Capital allocations made to NHS Boards to date total £442 million, this funding is the Boards' baseline capital funding, a further breakdown by Board is provided at Table 2. The remaining budget is to be allocated to NHS Boards throughout the remainder of this financial year to support further projects such as the Elective Centre Programme and the Baird and ANCHOR project.

Key Developments

This report represents an indication of the financial position on NHS Boards. Key movements will be reported in future reports as the position becomes more refined.



Table 2: Detailed financial position by NHS Board

	Revenue								Capital				
	Year to Date Position				2020-21 Forecast Outturn				Indicative Financial Support Required	Budget	Forecast Outturn	Variance	
	Budget	Actual	Variance		Budget	Actual	Variance					£m	£m
	£m	£m	£m	%	£m	£m	£m	%	£m	£m	£m	%	
NHS Ayrshire and Arran	808.8	808.7	0.1	0.0	942.2	942.2	-	-	-	10.7	10.7	-	-
NHS Borders	250.8	250.7	0.1	0.0	278.1	277.9	0.3	0.1	-	5.2	5.2	-	-
NHS Dumfries and Galloway	348.4	347.4	1.0	0.3	409.7	409.7	-	-	-	3.4	3.4	-	-
NHS Fife	756.6	752.4	4.2	0.6	843.9	841.8	2.1	0.2	-	13.6	13.6	-	-
NHS Forth Valley	592.9	592.8	0.1	0.0	683.3	683.3	-	-	-	14.4	14.4	-	-
NHS Grampian	1,077.6	1,077.8	(0.2)	(0.0)	1,255.7	1,255.7	-	-	-	42.5	42.5	-	-
NHS Greater Glasgow and Clyde	2,632.1	2,629.9	2.1	0.1	3,061.0	3,061.0	-	-	-	53.9	53.9	-	-
NHS Highland	749.5	746.2	3.3	0.4	844.4	844.4	-	-	-	51.1	51.1	-	-
NHS Lanarkshire	1,347.8	1,310.7	37.1	2.8	1,540.1	1,540.1	-	-	-	23.9	23.9	-	-
NHS Lothian	1,629.7	1,630.2	(0.5)	(0.0)	1,950.1	1,950.1	-	-	-	72.5	72.5	-	-
NHS Orkney	66.2	66.3	(0.2)	(0.2)	76.1	76.1	-	-	-	1.0	1.0	-	-
NHS Shetland	64.3	64.2	0.1	0.1	73.3	73.3	-	-	-	4.0	4.0	-	-
NHS Tayside	878.0	871.3	6.7	0.8	996.3	996.3	-	-	-	36.0	36.0	-	-
NHS Western Isles	88.9	89.4	(0.5)	(0.6)	99.1	99.1	-	-	-	2.4	2.4	-	-
NHS National Services Scotland	826.9	826.9	-	-	905.5	905.5	-	-	-	55.6	55.6	-	-
Scottish Ambulance Service	293.0	293.1	(0.1)	(0.0)	334.0	334.0	-	-	-	20.0	20.0	-	-
NHS Education for Scotland	489.3	485.1	4.2	0.9	534.5	534.2	0.3	0.0	-	3.1	3.1	-	-
NHS 24	79.9	79.9	0.0	0.0	89.1	89.1	-	-	-	1.2	1.2	-	-
National Waiting Times Centre	79.0	78.8	0.2	0.3	87.7	87.7	-	-	-	26.0	26.0	-	-
The State Hospitals Board for Scotland	32.9	32.4	0.5	1.5	37.0	37.0	-	-	-	0.4	0.4	-	-
NHS Public Health Scotland	63.4	62.8	0.6	1.0	71.7	71.7	-	-	-	1.4	1.4	-	-
Healthcare Improvement Scotland	29.6	29.1	0.5	1.7	32.4	32.1	0.3	0.9	-	0.4	0.4	-	-
Total NHSScotland	13,185.7	13,126.2	59.5	0.5	15,145.0	15,142.1	2.9	0.0	-	442.7	442.7	-	-