



RISK, AUDIT AND PERFORMANCE COMMITTEE

Date of Meeting	28 February 2023
Report Title	Quarter 3 (2022/23) Financial Monitoring Update
Report Number	HSCP23.017
Lead Officer	Paul Mitchell, Chief Finance Officer
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Consultation Checklist Completed	Yes
Appendices	Appendix A -Finance Update as at end December 2022 Appendix B - Variance Analysis Appendix C - Mobilisation Plan Costings Update Appendix D - Progress in implementation of agreed savings – December 2022 Appendix E - Budget Reconciliation Appendix F - Budget Virements Appendix G - Summary of risks and mitigating action.

1. Purpose of the Report

- a) To summarise the 2022/2023 revenue budget performance for the services within the remit of the Integration Joint Board (IJB) for quarter 3 (period ended of 31 December 2022).
- b) To advise on any areas of risk and management action relating to the revenue budget performance of the IJB services.



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- c) To approve the budget virements so that budgets are more closely aligned to anticipated income and expenditure.

2. Recommendations

2.1. It is recommended that the Risk, Audit and Performance Committee:

- a) Note this report in relation to the IJB budget and the information on areas of risk and management action that are contained herein.
- b) Approve the budget virements indicated in Appendix F

3. Summary of Key Information

Background

- 3.1. This financial year (2022/23) the IJB has found itself in the same position as last year with additional costs being incurred due to the implications of COVID-19 on the delegated services.
- 3.2. There has been no change from Quarter 2 to Quarter 3 in the forecast of the Covid-19 specific costs. For the year to 31 March 2023 the total forecast to be funded from the Covid Reserve remains at £10,057,000.
- 3.3. These costs relate to the continuation of support for Covid expenditure that was previously being funded and agreed in 2021/22. This total includes costs incurred since the funding was passed over to the IJB. The amount attributable to 2022/23 is £3,800,000 with the individual claims significantly reducing each month.

Aberdeen City IJB Financial Information

- 3.4. To maintain a consistent approach with the financial position reported in previous financial years, a prudent methodology continues to be taken in respect of forecasting. The financial position of the IJB as at 31 December 2022 is as follows:



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	As at 31 Dec 2022 £'000
Overspend\Underspend) as at (Appendices A and B)	0
Represented by:	
Overspend\Underspend) on Mainstream Budgets (Appendix B)	0

3.5. The mainstream position is showing a balanced budget and information on the individual variances to date are contained in Appendix B.

3.6. Budget Holders have regular review meetings with dedicated finance staff and the Senior Leadership Team receive regular financial reports and continually monitor the overall forecast position.

4. Implications for IJB

4.1. Every organisation must manage the risks inherent in the operation of large and complex budgets. These risks are minimised by the regular review of financial information by budget holders and corporately by the Board and the Risk Audit & Performance Committee. This report is part of that framework and has been produced to provide an overview of the current financial operating position.

Key underlying assumptions and risks are set out within the Appendices to this report.

4.2. **Equalities, Fairer Scotland and Health Inequality** – there are no implications arising from this report.

4.3. **Financial** – the financial implications are contained throughout the report.

4.4. **Workforce** – there are no workforce implications arising from this report.

4.5. **Legal** – there are no legal implications arising from this report.



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4.6. Other – there are no other implications arising from this report

5. Links to ACHSCP Strategic Plan

5.1. A balanced budget and the medium financial strategy are a key component of delivery of the strategic plan and the ambitions included in this document.

6. Management of Risk

6.1. Identified risks(s)

See directly below.

6.2. Link to risks on strategic or operational risk register: Strategic Risk #2

There is a risk of financial failure, that demand outstrips budget and IJB cannot deliver on priorities, statutory work, and project an overspend.

6.3. How might the content of this report impact or mitigate these risks:

Good quality financial monitoring will help budget holders manage their budgets. By having timely and reliable budget monitoring any issues are identified quickly, allowing mitigating actions to be implemented where possible.