

Section 75 Agreement 2020/21

Schedule 3: Financial Resources

Purchase Contracts

The details of the Service will be specified in Service Contracts entered into by Oxfordshire County Council or where relevant Oxfordshire Clinical Commissioning Group. These will include contracts to purchase 100% NHS health care.

The county council is legally required to set a balanced budget and is working to ensure that requirement is balanced with additional costs incurred as a result of responding to the pandemic.

The budgeted contributions to the pools are set out below but amendments will need to be notified to and agreed by the Joint Management Groups as the year progresses.

A ADULTS WITH CARE & SUPPORT NEEDS POOLED BUDGET

Adults with Care & Support Needs Pooled Budget Contributions 2020/21

	Oxfordshire County Council	Oxfordshire Clinical Commissioning Group	Total
	£	£	£
Learning Disabilities	90,916,000	14,997,000	105,913,000
Mental Health	9,432,000	55,200,000	64,632,000
Acquired Brain Injury	621,000	2,580,000	3,201,000
Total Gross Contributions	100,969,000	72,777,000	173,746,000
Less Service User Income	-4,277,000	0	-4,277,000
Net Contribution	96,692,000	72,777,000	169,469,000

In any year the risk share is used to allocate any variation to budgeted expenditure. The level of risk varies substantially within the pool as some budgets fund block contracts, which are effectively set at a fixed agreed level, while other budgets are demand driven and expenditure can vary significantly as a result.

Packages of care for individual service users are subject to the agreed authorisation process in each organisation.

Learning Disabilities

The county council will manage 100% of the variation on budgets for service users with a learning disability.

Acquired Brain Injury (ABI)

Each partner will retain underspends or manage any overspend against their own contribution on an aligned basis.

Mental Health

£1.0m funding within the pool relates to the cost of service users with assessed Mental Health needs but who fall outside the scope of the Outcome Based Contract with Oxford Health NHS Foundation Trust. The council contribution was reduced by £0.2m

to £0.5m in 2019/20 reflecting anticipated improvements to the pathway for these service users.

To maintain equity between the partners any overspend against the budget of £1.0m up to £1.2m will be wholly owned by the county council (as this would only have arisen as the council has reduced its contribution by £0.2m). Any overspend arising from spend above £1.2m or underspend arising from spend below £1.0m will be shared equally between Oxfordshire Clinical Commissioning Group and Oxfordshire County Council with the intention of working jointly to improve the pathway for these service users and reduce the overall spend in the longer run.

The risk of variations on the rest of the budgeted expenditure for Mental Health is expected to be very low as the majority of the spend is managed through the Outcome Based Contract with Oxford Health NHS Foundation Trust which is a block contract. Where any variations arise against the other budgets relating to mental health these will be met by the County Council.

Changes to the contributions set out above need to be agreed in accordance with the governance arrangements of each organisation and by the Joint Management Group.

B BETTER CARE FUND POOLED BUDGET

Better Care Fund Pooled Budget Contributions and Risk Share 2020/21

	Oxfordshire County Council	Oxfordshire Clinical Commissioning Group	Total
	£	£	£
Older People	84,860,500	69,175,000	154,035,500
Physical Disabilities	17,804,900	10,401,000	28,205,900
Better Care Fund Expenditure	25,012,000	16,895,000	41,907,000
iBCF Grant Funded Expenditure	10,391,000	0	10,391,000
Total Gross Contributions	138,068,400	96,471,000	234,539,400
iBCF Grant Funding	-10,391,000	0	-10,391,000
Less Service User Income	-32,917,600	0	-32,917,600
Net Contribution	94,759,800	96,471,000	191,230,800

iBCF grant funding will be utilised within the pool in line with the agreed plan with separate updates to the Joint Management Group setting out the use of the funding and outcomes achieved.

Expenditure in the pool eligible to be funded through the Hospital Discharge Scheme 1 or 2 will be reported separately and funded by OCCG.

Each partner will retain underspends or manage any overspend on their element of the Pool and, subject to the governance arrangements in the respective organisation, can amend their contribution as they wish in 2020/21.

One off funding

£0.850m held in reserves as agreed at the end of 2019/20 is available to support health pressures in the pools on a one – off basis.

A further £0.502m held in reserves since the end of 2019/20 has been used to support mental health priorities within the pool in 2020/21.

Timing of Payments

Oxfordshire County Council and Oxfordshire Clinical Commissioning Group will make monthly payments to each of the pooled funds and to each other for services commissioned on their behalf, subject to receipt of an invoice, unless agreed otherwise. Regular contributions between the partners will be paid monthly, one month in advance, on receipt of an appropriate invoice.