

NHS Ayrshire & Arran



Meeting:	Ayrshire and Arran NHS Board
Meeting date:	Monday 30 January 2022
Title:	Performance Governance Committee meeting on 19 January 2023 report to NHS Board
Responsible Director:	Derek Lindsay, Director of Finance
Report Author:	Bob Martin, Committee Chair

1. Purpose

This is presented to the Board for: Discussion.

This paper relates to: Local policy to ensure good governance practice in reporting from board committees

This aligns to the NHS Scotland quality ambitions of Safe, Effective and Person Centred. Good governance practice supports the effective delivery of services across the organisation.

2. Report summary

2.1 Situation

This report provides information to Board Members on key issues discussed within the Governance Committee's remit, in order to provide assurance to the Board that those matters have been identified and are being addressed, where required.

2.2 Background

The Board Model Standing Orders advises that Board meeting papers will include the minutes of committee meetings which the relevant committee has approved. To ensure that there is no delay in reporting from committees this paper provides a timely update on key issues from committees.

2.3 Assessment

Key issues agreed by Committee are noted below. Identification of organisational risks, stakeholder considerations and other impacts were included in papers to the Committee.

- The Financial Management Report to the end November 2022 was presented to the committee who noted an overspend of £19.6 million for the first eight

months of the year. It is expected that the overspend for the full year will be approximately £30 million which exceeds the planned deficit of £26.4 million.

- The committee received a paper on NHS Ayrshire & Arran's costs of participation in the Clinical Negligence and Other Risks Indemnity Scheme (CNORIS). There is a financial risk that the current budget of £3.5 million, may be exceeded as the charge that is our share of the national settlements.
- The draft pay and supplies cost pressures paper was presented to the committee. This showed an initial estimate of £34.2 million for pay and supplies cost pressures in 2023/24, with further work to be done to refine these over the next two months.

A paper was also presented showing draft prescribing cost pressures. An initial medicines budget of £126.3 million is proposed for 2023/24. This is an increase of £17.6 million on the current year and does not include the new medicines Fund and partnership.

2.4 Recommendation

The Board is asked to be aware of and discuss the key issues highlighted and receive assurance that issues are being addressed, where required.