



Report to Oldham Commissioning Partnership Board

Oldham Locality Section 75 proposed budgets – 2023/24

Report Author:

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Report summary:

This paper presents to the Board a variation to the current Section 75 agreement schedule 8 (finance schedule) with the 2023/24 values and the key movements between 2022/23 and 2023/24.

The paper also sets out the approach to developing the 2024/25 S75.

Implications and/or risks:

N/A

Recommendations:

- 1) Note key movements between the 2022/23 and 2023/24 pooled budgets
- 2) Approve the schedule 8 for 2023/24 attached as appendix 1 to be varied into the original Section 75 (13 June 2022) including transformation fund usage 23/24
- 3) Note next steps for the development of the 2024/25 S75 agreement

1. Purpose

- 1.0 The purpose of this paper is to update the Board with the proposed Section 75 (S75) budget for 2023/24.

2. Background

- 2.0 The current S75 agreement between Oldham Metropolitan Borough Council (OMBC) and Oldham Clinical Commissioning Group (CCG) was signed on 13 June 2022. The partnership agreement set out the approach to the commissioning of health and social care services for the year 2022/23. Appended to Schedule 1 of the Agreement is a list of services with the respective budgets referred to in the agreement as schedule 8.
- 2.1 In July 2022 the Health and Social Care Act was enacted with the subsequent dissolution of CCG'S to Integrated Care Boards (ICB). The responsibility for all NHS contracts, independent sector Acute contracts, and Primary Care delegated commissioning for Oldham CCG were transferred to NHS Greater Manchester ICB. Subsequently the original S75 agreement was varied (January 2023) to reflect the transfer of services and a revised finance schedule (schedule 8) for 2022/23.
- 2.2 During 2023 the Government announced a call for evidence on Section 75 agreement to support further use of pooled budgets. The areas for consultation included widening the range of services in scope of the Section 75 (including public health) and widening the scope of organisations (voluntary third sector) that can enter arrangements under the Section 75. The NHS Greater Manchester Integrated Care Board (GM ICB) have also been undertaking a review of the Section 75 agreement with the aim to standardise across its ten localities. The output of this review is also awaited.
- 2.3 Due to changes in personnel across the Oldham locality and Council and in addition to the expectation there would be further direction on the form of the Section 75 agreement the budget values for 2023/24 (schedule 8) have not been varied. This paper presents the 2023/24 budget (schedule 8) variation and sets out the approach for 2024/25.

3. Section 75 Agreement for 2023/24

- 3.1 The 2023/24 Section 75 budget (Schedule 8) is attached as appendix 1 to this paper. A summary of the 2023/24 compared to the 2022/23 budget is presented in table one below:

Table One - 2023/24 proposed Pool Aligned budgets

| Section 75 Agreement 2022/23 to 2023/24 | Revised Budget 2022/23 £k | Current Budget 2023/24 £k | Variance £k |
|--|--|--|------------------------|
| Pool Aligned budget | | | |
| OMBC- Services | 175,057 | 217,536 | 42,497 |
| OMBC- Partnership Transformation Fund | | 3,024 | 3,024 |
| Oldham ICB | 157,380 | 95,218 | (62,162) |
| Sub Total | 332,437 | 315,778 | (16,659) |
| | | | |
| Pool- Community Equipment | | | |
| OMBC | 692 | 780 | 88 |
| Oldham ICB | 908 | 951 | 43 |
| Sub Total | 1,600 | 1,731 | 131 |
| | | | |
| Total Pool | | | |
| OMBC | 175,749 | 221,340 | 45,591 |
| Oldham ICB | 158,288 | 96,169 | (62,119) |
| Total Pool Value | 334,037 | 317,509 | (16,528) |

3.2 The Section 75 budget for 2023/24 shows a total contribution across pool aligned and pooled funds of £317.509m, a net decrease of £16.528m compared to the 2022/23 budget. The key movements from 2022/23 to 2023/24 to note are:

- The NHS Oldham locality contribution has decreased by £62.119m between 2022/23 and 2023/24 reflecting the transfer of budgetary responsibility for a number of services from Oldham CCG to NHS GM ICB part way through 2022/23 (CCG's were decommissioned and ICB created – 1 July 2022).
- OMBC Pool Aligned contribution in relation to services included in the agreement has increased by £42.497m in 2023/24 reflecting investment by the Council in Community Health and Adult Social Care and Childrens Social Care.
- The Council holds the Partnership Transformation Fund with budgeted expenditure of £3.024m in 2023/24 as per schedule 1 scheme C of the Section 75 agreement. Schemes from this fund for 2023/24 are shown in appendix 1 for approval.
- The contribution to the Community Equipment budget has increased by £0.131m with additional contributions from both organisations reflecting increased demand for the service.

4 2024/25 Section 75 review

- 4.1 One of the key requirements of the Section 75 agreement (term 20.1) is for the partners to undertake an annual review within 3 months of the end of each financial year. Therefore, it is proposed that for 2024/25 a review is undertaken not only of next year's financial Schedule, but also of the full s75 agreement.
- 4.2 It is possible that a set of template clauses or template agreement may need to be implemented following a national and GM-wide review, but this will be incorporated into this local review process and will be subject to agreement by both parties as per the usual processes.
- 4.3 In addition, for 2024/25, it is proposed that the Commissioning Partnership Board is disbanded and that s75 decision-making is moved into Oldham Integrated Care Partnership Board (due to be renamed Place-Based Partnership Committee), with protected voting rights to the two parties to the agreement. These changes will be submitted to Cabinet for approval – we are aiming to take this to the March Cabinet.

5 Recommendations

- 5.1 The Board is asked to:
- Note the key changes between the 2022/23 and 2023/24 schedule 8
 - Approve the schedule 8 for 2023/24 attached as appendix 1 to be varied into the original s75 (13 June 2022) by NHS GM ICB
 - Note next steps for the review of the 2024/25 Section 75

Appendices

Appendix 1 2023/24 variation - Schedule 8 2023/24

Appendix 1 Schedule 8- 2023/24 Oldham Pooled Budget

1) Pooled Aligned Budget

| OMBC Lead Commissioner / Provider | Budget 2023/24 £'000 |
|--|-------------------------|
| Learning Disability | 29,196 |
| Mental Health | 14,872 |
| Physical Support | 44,216 |
| Sensory Support | 1,153 |
| Support with Memory & Cognition | 3,444 |
| Mental Health and LD block and external contracts | |
| Older People contracts | 1,933 |
| Mio-Care Contract, including reablement | 12,612 |
| Hollybank | 1,190 |
| Hospital and Urgent Care Social Work Team | 979 |
| Community Cluster Teams | 3,064 |
| Carers Services | 385 |
| Minor Adaptations | 111 |
| Housing Related Commissioning | - |
| Community Business Services | 2,437 |
| Safeguarding Services | 2,376 |
| Strategic Management | 1,476 |
| Changing Futures | 398 |
| Hospital Discharge Fund | - |
| Oldham Total Care | - |
| Working Age Adults | 6,288 |
| Continuing Health Care | - |
| Community Health and Adult Social Care | 126,130 |
| Public Health - Excl contribution to non pooled services | 16,845 |
| Youth, Leisure & Communities | 4,953 |
| Environment Services - Environmental Health | 1,112 |
| Economic Development - Strategic Housing | 1,136 |
| Childrens Social Care | 56,893 |
| Preventative Services | 7,918 |
| Total OMBC Lead Commissioner (incl services funded by NHS GM Oldham Locality) | 214,988 |
| Disabled Facilities Grant (DFG) - capital | 2,548 |
| Total DFG - capital | 2,548 |
| Total OMBC | 217,536 |
| | |
| Partnership Transformation Fund held by OMBC (Sch 1 scheme 3) | Budget 2023/24 £'000 |
| Population Health Management support | 612 |
| Childrens transformation support | 192 |
| Oldham Total Care | 1,500 |
| Thriving communities | 606 |
| CYP mental health | 50 |
| ICP chair | 64 |
| Total Transformation fund | 3,024 |

| NHS GM Oldham Locality | Budget 2023/24 £'000 |
|---|---------------------------------|
| Acute | 71 |
| Community Contracts | 5,653 |
| Better Care Fund | 7,581 |
| Mental Health | 10,311 |
| CHC | 14,774 |
| Prescribing | 47,427 |
| Primary Care | 6,185 |
| Other expenditure | 546 |
| Hospital Discharge Fund | 1,420 |
| Capacity and Voluntary Sector Fund | 1,249 |
| Total NHS GM Oldham Locality | 95,218 |
| Total Pooled Aligned Budget Expenditure OMBC and Oldham NHS Locality | 315,778 |

2) **Pooled Budget - Community Equipment**

| Community Equipment Expenditure | Budget 2023/24 £'000 |
|--|---------------------------------|
| Financed By: | |
| OMBC | 780 |
| NHS GM Oldham Locality | 951 |
| Total Pooled Budget | 1,731 |

3) **Summary of Total Pooled Funds**

| Total | Budget 2023/24 £'000 |
|-----------------------------------|---------------------------------|
| Pooled Aligned Budget | 315,778 |
| Community Equipment Pooled Budget | 1,731 |
| Total Pooled Funds | 317,509 |

| Funded by | Budget 2023/24 £'000 |
|--------------------------------|---------------------------------|
| OMBC | 221,340 |
| Oldham locality | 96,169 |
| Total OMBC Contribution | 317,509 |