

**Borders NHS Board****CAPITAL PLAN UPDATE****Aim**

This paper provides an update to the NHS Borders Board on the capital plan for 2017/18.

**Background**

The Board agreed a draft 5 year capital plan as part of the Local Delivery Plan (LDP) for the period 2017/18 to 2021/22.

The Board received an update on the 2017/18 plan at its meeting on 7th December 2017 which included approved changes from the LDP. At the December and January Board meetings reports specifically detailing the IM&T Road to Digital Programme for 2017/18 were presented. The Board as part of the regular finance monitoring report is provided with an update on capital funds.

This report is provided as a supplementary update to the Board to detail the recent changes to the in year plan specifically linked to the IM&T Road to Digital Programme, medical and radiology replacement programmes.

**Capital Plan 2017/18****Capital Resources**

The table below details the capital resources received by the Board for 2017/18 and includes the impact of the agreed slippage from schemes in previous years, the additional allocations from Scottish Government to support the IM&T Road to Digital Programme and prioritised medical and radiology equipment and the use of capital resource to support the Board's revenue pressures.

Board Formula Allocation	£2.366m
Roxburgh Street Replacement Surgery	£0.605m
Scottish Government Agreed Slippage	£1.225m
Gamma Camera CT	£0.085m
Primary Care Premises Programme	£1.409m
SG/eHealth Division IM&T Investment	£3.003m
Additional SG allocation Medical/Radiology equipment replacement	£0.350m
SG support to transfer capital to support the revenue position	(£2.000m)
<b>Sub-total Capital Allocation 2017/18</b>	<b>£7.043m</b>
Contribution of Charitable Funds- Gamma Camera	£0.028m
<b>Total Capital Resource Plan 2017/18</b>	<b>£7.071m</b>

In addition to the above the Board is progressing through the use of Charitable Funds an extension to the Macmillan Cancer Centre at the Borders General Hospital with an indicative level of spend of £800k.

### Capital Expenditure

The table below details in summary the expenditure incurred for the period to 28<sup>th</sup> February 2018 across the approved capital schemes and projected spend as at 31<sup>st</sup> March 2018.

Project	Plan £m	Expenditure to 28/02/18 £m	Year end Forecast £m
Roxburgh Street Replacement Surgery	0.166m	0.169m	0.166m
Mental Health - Risk mitigation at East Brig	0.120m	0.060m	0.054m
BGH - Relocation of Acute Assessment Unit	0.020m	0.020m	0.021m
Primary Care Premises (Eyemouth, Knoll and Melrose)	0.832m	0.738m	0.834m
IM&T Road to Digital programme	3.791m	2.996m	3.462m
Rolling replacement programmes			
- Estates and State of the Estate	0.435m	0.426m	0.435m
- Medical Equipment	0.633m	0.395m	0.669m
Radiology Replacement Programme (including remaining works Gamma Camera CT)	0.829m	0.422m	1.185m
Other including Project Management & Feasibility	0.245m	0.244m	0.245m
<b>TOTAL Capital Resource Plan 2017/18</b>	<b>£7.071m</b>	<b>£5.470m</b>	<b>£7.071m</b>

The main areas of spend to date include the Primary Care Premises Programme Schemes at Eyemouth Health Centre, Knoll Health Centre and Roxburgh Street Replacement Surgery. Plans are progressing for the rolling replacement programmes for estates and medical equipment, including radiology, replacement.

The resources in the Board's capital plan for 2017/18 have been realigned to the delivery of the IM&T Road to Digital Programme. A revised total of £3.462m has now been committed to this programme which is a decrease of £329k to the level of capital resource required by the Programme. To ensure delivery of the Capital Resource Limit a number of prioritized items of medical and radiology equipment from the 2018/19 replacement plan will be advanced purchased in 2017/18. These items include advanced purchase of prioritised radiology equipment for both the fluoroscopy and general radiology room and a full replacement of the Board's defibrillator stock as items which would have been required next financial year.

### **2018/19 Capital Plan**

As a result of the realignment of capital resources as detailed above there will be an impact on the 2018/19 capital plan. A draft 5 year capital plan will be presented as part of the annual financial plan at the Board meeting on the 5<sup>th</sup> April 2018.

## Summary

The Board has agreed a draft 5 year capital plan as part of the financial plan presented at the Board meeting on the 6<sup>th</sup> April 2017. A number of changes have been made to the 2017/18 plan during the course of the financial year. This report confirms the Board has fully committed its allocated capital resource in 2017/18.

Work is ongoing to update the draft capital plan for 2018/19 and the next four years. The Board will consider this at its meeting on the 5<sup>th</sup> April 2018.

## Recommendation

The Board is asked to **note** the update provided on the 2017/18 capital plan.

<b>Policy/Strategy Implications</b>	In line with agreed governance of capital resources
<b>Consultation</b>	Capital Management Team and discussion with Executive Directors
<b>Consultation with Professional Committees</b>	N/A
<b>Risk Assessment</b>	In line with agreed processes
<b>Compliance with Board Policy requirements on Equality and Diversity</b>	In line with agreed processes
<b>Resource/Staffing Implications</b>	Within allocated resources from Scottish Government

## Approved by

<b>Name</b>	<b>Designation</b>	<b>Name</b>	<b>Designation</b>
Carol Gillie	Director of Finance, Procurement, Estates & Facilities		

## Author(s)

<b>Name</b>	<b>Designation</b>	<b>Name</b>	<b>Designation</b>
Susan Swan	Deputy Director of Finance (Financial Accounting)		