

Midlothian Integration Joint Board



17th June 2021 - 2pm

Draft Unaudited Annual Accounts for 2020/21

Item number: 5.2

Agenda number

Executive summary

This report presents the draft unaudited annual accounts of the IJB for financial year 2020/21

Board members are asked to:

- *Agree to the publication of these unaudited accounts and presenting them for audit*
 - *Note the potential impact on the IJBs annual accounts surrounding the national accounting treatment for Personal Protective Equipment*
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Draft Unaudited Annual Accounts for 2020/21

1 Purpose

- 1.1 This report presents the Board the IJB's draft (unaudited) Annual Accounts for 2020/21.

2 Recommendations

- 2.1 As a result of this report Members are being asked to:-
- Agree that the draft annual accounts can be published and presented for audit.
 - Note the potential impact on the IJBs annual accounts surrounding the national accounting treatment for Personal Protective Equipment (PPE)

3 Background and main report

- 3.1 The IJB is constituted under section 106 of the local government (Scotland) Act and as such must prepare a set of annual accounts. These accounts must be presented in draft for approval to either the IJB or a committee of governance of the IJB by 30th June whereupon the accounts will be presented for audit by the IJB's auditors.
- 3.2 The annual accounts contain a range of sections but breakdown into three main areas :-
- The Management Commentary. This provides a statement of the IJB's purpose and its performance against that purpose in the financial year along with a reflection on the challenges facing the IJB in the next financial year.
 - The Annual Governance Statement – which reflect on the governance of the IJB and notes any governance improvements identified by the CIA's Internal Audit Annual Assurance Report
 - A range of financial statements showing the financial position of the IJB.
- 3.3 It is worth highlighting the underspend this year in the IJB is predominantly driven by COVID funding from Scottish Government and the timing of spending against this. This funding is non recurring and will be held by the IJB earmarked to support COVID expenditure in response to the ongoing impact of the pandemic during 2021/22.

- 3.4 All other balances earmarked within the IJB are held and carried forward to support their specific programme of work.
- 3.5 Finally it has come to light nationally that the accounting treatment for the distribution of PPE has been assessed and Audit Scotland have further reviewed the overall position and confirmed their view that both PPE and community testing kits provided by NSS should be recognised within individual accounts. This has potential to impact on the IJB accounts.

4 Policy Implications

- 4.1 There are no policy implications from this report.

5 Directions

- 5.1 Directions will be issued for the budgets delegated to back to Midlothian Council and NHS Lothian. Directions for the utilisation of the IJB budget will be issued to NHS Lothian and Midlothian Council by the beginning of the new financial year.

6 Equalities Implications

- 6.1 There are no equalities implications from this report

7 Resource Implications

- 7.1 The resource implications are detailed above including best value and following the public £ considerations.

8 Risk

- 8.1 The risks associated with the above are included within the IJB risk register.

9 Involving people

- 9.1 The IJB is held in public and its papers publicly available.

10 Background Papers

- 10.1 None

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DATE	June 2021

Appendices:

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