

Healthcare in North Wales is Changing – supplementary paper
**Revenue Implications of Proposals related to Community,
 Localities and Older People’s Mental Health**

Purpose

The purpose of this document is to summarise the revenue implications of the proposals related to community services and Older People’s Mental Health.

Proposals for Community Services

The consultation document outlines a range of proposals to provide safe, high quality services as locally as possible, closer to people’s homes.

Savings from Community Services

The following savings are projected from Community Services:

	£000's
Realign Minor Injuries Units	- 700
Realign Community X-Ray Services	- 138
Closure of Community Hospitals	- 3,150
Transfer of Services for North Denbighshire	- 990
Projected savings from the Community Sector	- 4,978

Reinvestment in Community Services:

The following reinvestments are proposed:

	£000's
Home Enhanced Care roll-out	4,252
Primary Care Resource Centres	324
Hospital in North Denbighshire	1,808
Reinvestment in Services	6,384

This gives a net additional investment in community services of £1,406k.

Savings from the Acute Sector

This investment in community services will allow a reduction in the number of acute beds across North Wales. Capacity modelling work has been undertaken to approximate the scale of this reduction. Based on reasonable assumptions about efficiencies, take up of the service and future demand up to 183 acute beds could be released over time. For the purposes of establishing the financial viability of these proposals a more prudent estimate has been made that approximately half of these beds (the equivalent of three wards across North Wales) will be released. At full cost this would give a saving of £3.3 million. This modelling demonstrates how the Health Board's proposals support the shift of resources from acute to community services within the context of an overall reduction of funding in real terms

Proposals for Older People's Mental Health

The financial analysis indicates that the service changes are broadly cost neutral. The savings related to inpatient services (£1,320,000) plus the savings of 2% in continuing healthcare costs (£252,000) will be re-invested in community services. The current estimate by area shows a marginal saving and is as follows:

Areas	Inpatient Saving 000's	Community Reinvestment 000's
CHC	- 252	
East Localities		342
Centre Localities	- 686	309
West Localities	- 634	885
Total	- 1,572	1,536