

17 Appendix A – Baseline income and costs

	2015/16	2016/17	2017/18	2018/19	2019/20
	£m	£m	£m	£m	£m
INCOME					
South Devon & Torbay CCG (Community) ¹	60.4	62.2	64.1	66.1	68.2
South Devon & Torbay CCG (Acute) ²	160.4	162.6	164.9	167.2	169.6
Torbay Council ASC	38.0	36.5	35.6	34.7	33.9
Other operating revenue ³	115.7	117.6	120.5	121.7	124.4
Non-operating revenue	-6.0	0.0	0.0	0.0	0.0
Total income	374.5	378.9	385.1	389.7	396.1
COSTS					
Employee Benefit expenses	-210.1	-206.4	-200.7	-198.8	-198.8
Drug expenses	-27.1	-29.1	-30.8	-32.8	-35.0
Clinical supplies and services expenses	-30	-30.6	-31.9	-33.1	-34.5
Adult Social Care	-39.4	-38.9	-38.4	-37.9	-37.4
Other Expenses	-57.2	-54.5	-55.6	-58.3	-61.8
PFI operating expenses	-0.9	-0.9	-0.9	-1.0	-1.0
Non-operating expenses	-17.7	-21.5	-21.6	-23.8	-21.1
Total costs	-382.5	-382.0	-380.0	-385.7	-389.6
NET SURPLUS / DEFICIT	-13.9	-3.1	5.2	4.0	6.6
Normalised surplus / deficit	-7.4	-0.6	6.2	6.5	6.6

Notes

¹ The TSD CCG element of ICO income combines the growth rates of the CCG assumptions on CHC and the balance of TSD budgets.

² The baseline value is consistent with the opening contract identified in the Heads of Terms and the Standard NHS contract. As the Trust and commissioners secure the savings needed to manage the costs down by £2.2M in year and £4.4M recurrently this will reduce the contract value to the target level of £156M.

³ The transaction finance from commissioners has been excluded from clinical income, but is included in Other Operating Revenue, this is separately referenced in the Transaction Agreement.