

# HAVERING OVERARCHING PARTNERSHIP AGREEMENT

## SCHEDULE 2

### FINANCIAL ARRANGEMENTS

1. The Parties have agreed to create a Pooled Fund (Clause 10 of Agreement) that will relate to the services included within this Agreement as set out in Schedule 1.
2. The Parties have not yet completed their budgetary decisions for 2012/13 Financial Year and this Schedule will be updated when the Parties have agreed their budgets. At the present time the Pooled Fund will only encompass the Mental Health Services as detailed in Schedule 3 of this Agreement. See Appendix 2 to that Schedule for a detailed breakdown of this expenditure. The indicative budget for 2013/14 is based on the budget for 2012/13 as follows:
  - a. LBH Contribution £1,808,020.00
  - b. NELFT Contribution to be confirmed.
3. One issue that is yet to be determined is the future arrangements for the Primary Care Trust contribution to NELFT for mental health services via their Block Contract. In 2011/12 this amounted to £211,630 and NELFT are anticipating a similar contribution in 2012/13 and future years. NELFT will be discussing the future of this contribution with the PCT and the Clinical Commissioning Group.
4. The current arrangements for inter-partner financial transactions involve cumbersome invoicing by both parties as a significant amount of expenditure from the Pooled Fund arises from LBH. The parties wish to move to a simplified system whereby NELFT as the Pooled Fund manager will invoice LBH on a net basis. The formal accounts for each organization will reflect the final position at the year end.