

# **Understanding and Overcoming the Drivers of Deficit**

#### The Quest for Sustainability in the UK Health System

The resilience and success of any healthcare system rest upon a robust and sustainable delivery model. For the National Health Service (NHS), this entails not only a solid financial foundation but also a steadfast and adaptable workforce capable of enhancing patient experiences, accessibility, and outcomes.

As the NHS braces itself for the fiscal year of 2024/25, many Integrated Care Boards (ICBs) anticipate deficit positions. These projections, however, are not solely the repercussions of the recent COVID-19 pandemic. They stem from identified pre-COVID drivers, amplified by subsequent challenges. These 'negative impactors' continue to loom, necessitating strategic initiatives for both current and future productivity.

## **Pre-COVID Challenges: A Prelude to the Current Scenario**

Examining the precursors of this deficit paints a complex picture. Factors such as inflated costs linked to Private Finance Initiative (PFI) and Local Improvement Finance Trust (LIFT) contracts, relative Clinical Commissioning Group (CCG) underfunding, and high expenditure in certain services have contributed significantly to the strain on financial resources.

#### **Post-COVID Realities: Unveiling the New Challenges**

The pandemic's aftermath has introduced additional adversities. From escalated prescribing and Continuing Healthcare (CHC) care costs to increased reliance on temporary staff due to amplified activities and turnover, the financial performance has faced new hurdles. Efficiency targets have often remained unmet, further complicating the financial scenario.

#### Strategies for Addressing the Underlying Deficit: Towards a Sustainable Future

With a vision to maintain exceptional care while optimizing resource utilization, the healthcare sector is exploring multifaceted strategies. Prioritizing prevention and wellness, there's a strong emphasis on working collaboratively with partners and families to ensure a healthier start for children. Integration across primary care, mental health trusts, and the third sector is seen as a linchpin to deliver care effectively, thereby reducing the need for acute interventions.



#### **Community-Centric Care**

The focus shifts toward delivering services within communities and fostering stronger partnerships with local authorities. The objective is to empower the public, offering them choices and promoting health awareness, thereby mitigating unnecessary interventions that strain acute care.

## **Empowering the Third Sector**

Recognizing the pivotal role of the third sector, there's an earnest attempt to consolidate links and ensure equal access to services and support for all.

### **Reforming Service Delivery**

Efforts are directed toward providing appropriate care within the community while reserving acute care for specialized needs. This approach aims to minimize unnecessary admissions and reduce waiting lists, thereby optimizing resource allocation, and improving productivity.

#### Measuring Success and Empowering Decision-Making with Health Intelligence

In evaluating patient care and service effectiveness, the NHS relies on a comprehensive range of crucial statistics, covering everything from wait times for diagnosis and treatment to survival rates and quality of life metrics. This data is openly available under the Open Government License, promoting transparency, research, and innovation. Coupling this public data with NHS's confidential information can create robust health intelligence models, fostering evidence-led decision-making across the healthcare system.

#### A Path Forward

The journey to financial sustainability and improved patient outcomes in the UK healthcare system involves a collaborative effort, leveraging data, and implementing innovative strategies. By addressing the root causes of deficits and steering focus toward community-centered care and prevention, the NHS aims to build a more resilient, efficient, and patient-focused healthcare landscape for the years to come.