

Attachment 09

**North East Lincolnshire CCG**

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| **Report to:** | NEL CCG Partnership Board |
| **Presented by:** | Laura Whitton |
| **Date of Meeting:** | 12th May 2016 |
| **Subject:** | NEL CCG Finance report  |
| **Status:** | [x]  OPEN [ ]  CLOSED |

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| **OBJECT OF REPORT:** To provide an update on the CCG and the Northern Lincolnshire Community financial outturn position for 2015/16. |
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| **STRATEGY:** To support the achievement of a sustainable care system  |

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| **IMPLICATIONS:** **CCG Financial Position**  |
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|   |   |   | Classification | Forecast |
| Revenue resource use does not exceed the amount specified in Directions (planned surplus = £4.53m)  | Statutory | Green |
| Revenue administration resource use does not exceed the amount specified in Directions  | Statutory | Green |
| Capital resource use does not exceed the amount specified in Directions | Statutory | Green |
| Manage cash within 1.25% of monthly drawdown | Operational | Green |
| Adult Social Care (ASC) Partnership agreement | Operational | Green |
| BPPC – number/value paid within 30 days | Operational | Amber |

 As at March 2016 the CCG achieved its planned surplus of £4.53m (Health £4.53m + ASC £nil (break-even)), the key points to draw the Boards attention to are:-* NLAG; The increase in the Outturn variance, is due to a) £188k funding to support performance against the RTT (referral to treatment) target (funded from the Quality Premium), and b) £230k sustainability funding released from contingency funding
* Navigo; The outturn position includes additional funding to support the Home from Home scheme
* NCA (Non Contract Activity); The increase in spend reflects costs that came through in March from out of area providers that we were not aware of until the invoice came through.
* QIPP; At the year end the CCG achieved 86.1% (77% as at January 2016). It should be noted that the "non-achievement" of QIPP in 2015/16 will lead to an increased QIPP savings requirement in 2016/17
* ASC - £16k underspend; this has been returned through the Partnership Agreement.
* Better Payment Practice; As at March 2016, the CCG finished slightly below the target of 95% of invoices paid within 30 days, only reaching 94.4% of number of invoices paid. Although there was a continued improvement from the poor performance during the first part of the year, it wasn't enough to reach the overall target. Work is underway to ensure performance improves in 2016/17.

**Community Finance Position**

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| Community Total – Outturn Position | M10  | M12 | Movement |
|  | £m | £m | £m |
| NEL CCG, NL CCG, NLAG, Navigo, Care Plus Group | (19.7) | (19.9) | 0.2 |

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| **RECOMMENDATIONS (R) AND ACTIONS (A) FOR AGREEMENT:** |
|  | The Partnership Board is asked to note the financial outturn position of both the CCG and the Northern Lincolnshire Community for 2015/16.  |
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|  | Does the document take account of and meet the requirements of the following: | **Yes/****No** | **Comments** |
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| i) | Mental Capacity Act | Yes |  |
| ii) | CCG Equality Impact Assessment | Yes |  |
| iii) | Human Rights Act 1998 | Yes |  |
| iv) | Health and Safety at Work Act 1974 | Yes |  |
| v) | Freedom of Information Act 2000 / Data Protection Act 1998 | Yes |  |
| iv) | Does the report have regard of the principles and values of the NHS Constitution?[www.dh.gov.uk/en/Publicationsandstatistics/Publications/PublicationsPolicyAndGuidance/DH\_113613](http://www.dh.gov.uk/en/Publicationsandstatistics/Publications/PublicationsPolicyAndGuidance/DH_113613) | Yes |  |