

Attachment 11

**North East Lincolnshire CCG**

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| **Report to:** | NEL CCG Partnership Board |
| **Presented by:** | Laura Whitton |
| **Date of Meeting:** | 14th January 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 position as at November 2015
* the financial risks that the CCG needs to manage during the remainder of the year.
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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 | Year to date | Forecast |
| Revenue administration resource use does not exceed the amount specified in Directions (planned surplus = £4.53m)  | Statutory | Green | Green |
| Capital resource use does not exceed the amount specified in Directions | Statutory | Green | Green |
| Manage cash within 1.25% of monthly drawdown | Operational | Green | Green |
| Adult Social Care (ASC) Partnership agreement | Operational | Green | Green |
| BPPC – number/value paid within 30 days | Operational | Amber | Green |
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| As at November 2015 the CCG is still on track to achieve 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 forecast outurn remains at the maximum amount payable under the terms of their contract, due to the higher than planned non-elective and A&E activity that has been seen in the year to date
* Continuing Health Care (CHC); The forecast spend has reduced by £356k since September, this improvement is due to:-

a) a reduction in the numbers of clients using the services including Fast Track (End of Life),b) the Ministry of Defence agreeing to fund a £60k charge for a client in Goole Neuro Rehab, andc) a reduction in the percentage of assessed clients found to be eligible. |
| * Prescribing; The forecast overspend has not changed significantly since September, with the areas of higher than anticipated spend continuing to be Anticoagulants and Protamine & Drugs Used In Diabetes.
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| * Adult Social Care (ASC); The mitigating management actions that are required to manage the current forecast residual risk have decreased to £182k. This is due in part to an improved income forecast.
* Contingency funding / Earmarked Reserves; the CCG has £1.3m available to mitigate the impact of any Health or Adult Social Care risks that materialise in the remainder of financial year. Our current assessment of the total potential risk value is £1.2m. Table 4 provides further details of the risks that need to be managed.
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* Better Payment Practice; As at November, the CCG is below the target of 95% of invoices paid within 30 days, only reaching 93% of number of invoices paid. This is however an improvement on the 92% reported in September. There has been an on-going improvement in the timeliness of invoices paid via NELC. If this improved performance continues for the remainder of the year we will meet the target by the end of the year. (See Table 2)

**Community Finance Position**

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| Community Total – Forecast Deficit | M6 | M8  | Movement |
|  | £m | £m | £m |
| NEL CCG, NL CCG, NLAG, Navigo, Care Plus Group | (18.9) | (19.0) | 0.1 |

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| **RECOMMENDATIONS (R) AND ACTIONS (A) FOR AGREEMENT:** |
|  | The Partnership Board is asked to note :-* The financial position of both the CCG and the Northern Lincolnshire Community as at November 2015.
* Risks that need to be managed in the remainder of the year.
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|  | Does the document take account of and meet the requirements of the following: | **Yes/****No** | **Comments** |
| --- | --- | --- | --- |
| 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 |  |