**NHS ENGLAND & NHS NORTH EAST LINCOLNSHIRE CCG**

**PRIMARY CARE JOINT CO-COMMISSIONING BOARD FINANCIAL REPORT**

**Introduction**

This report summarises the financial position with regards to the funds identified as within the scope of primary care joint commissioning for NHS England and NHS North East Lincolnshire CCG for the period ended 30/06/15.

**Revenue Expenditure Position**

The supplementary information attached at Appendix 1 provides further analysis

It is important to note that, under the joint commissioning arrangements in place, the financial responsibility and risk remains with the appropriate commissioning organisation.

|  |  |  |
| --- | --- | --- |
| **Services commissioned by** | **FULL YEAR** | **YEAR TO DATE** |
| **Current Plan£'000s** | **Forecast Outturn£'000s** | **Forecast Variance£'000s** | **Current Plan£'000s** | **Actual£'000s** | **Variance£'000s** |
|   |   |   |   |   |   |   |
| NHS England | 27,472 | 27,472 | 0 | 6,867 | 6,745 | -122 |
|   |  |  |  |  |  |  |
| NHS North East Lincolnshire CCG | 3,264 | 3,289 | 25 | 677 | 682 | 5 |
|   |  |  |  |  |  |  |
| **Total** | **30,736** | **30,757** | **25** | **7,544** | **7,427** | **-117** |

The above table may require rounding adjustments.

**Commentary**

NHSE

PMS Contract - Costs are based on the current payments due to issues with the PMS Contract Review implementation which are currently being resolved. From July payments will start to be amended to reflect those practices who have returned the signed contract variation, this will impact on Enhanced Services, Dispensing/Prescribing Doctors Fees, Seniority as well as the PMS contract costs. This will also lead to slippage in the PMS Contract budget due to freeing up the CCG element of the PMS premium which will need to be offset by CCG locally paid payments.

APMS Contract - Costs are based on current contract cost expectations, however these will be amended to take account of the outcome of any contract activity reconciliations as they fall due. There has been a budget setting overstatement on the Quayside contract which is resulting in a £100k underspend Year to Date.

GMS Contract - These are actual costs for the April list size at the current Global Sum price, however this will change from July to take account of the 1 July List count. There is due to be a national revision to the Global Sum value from October to reflect the national seniority outturn, however this value is unknown at present. Underspend to date is due to the Global Sum list size reserve slippage due to the phasing of the budget in 12th’s however it is expected this will still be required in future quarters.

Premises - CHP and Property Services reimbursements have not been finalised at present and as such accruals are based on forecast costs. Estimates for outstanding rent revaluations are included. Other reimbursable costs are based on forecast where actuals are not known at this stage of the year.

Enhanced Services - Unplanned Admission, Extended Hours and Dementia DES practices had until 30 June 2015 to sign up to these schemes and as such the accruals are currently based on 14.15 sign up and forecast cost until actual 14.15 costs are finalised and sign up list is known.

Minor Surgery, Learning Disabilities, Violent Patients are based on 14.15 year end forecast cost. Once the 14.15 costs have been finalised these will be updated as relevant to take account of this.

Choice of GP Practice / Out of Area – This was a new Enhanced Service from 5/1/15 however no costs have been seen for Q4 14.15 and as such the accrual based on national expectations will be reviewed in coming months to determine if uptake is expected for 15.16

QOF - Overall QOF accrual has been based on budget which was set based on interim 14.15 actuals amended for the 15.16 change in £/point and average list size. Once the QOF payments have been finalised this will be amended accordingly to reflect any changes in actual 14.15 costs.

Dispensing/Prescribing Doctors - Fees and income are paid 2 months in arrears and as such only April actuals are known. The May and June accrual are based on 14.15 phasing of forecast costs. As the budget is phased in 12ths but this spend seasonal (higher during Flu Season) there is a YTD underspend, however forecast costs are expected to be per budget at this stage of the year.

Other GP Services - PCO Administered Costs - Seniority is as per actuals paid.

Maternity/Paternity/Sickness/Retainer Scheme – This is per actuals on known claims to date

Contingency/Uncommitted Reserves - These have been accrued to budget in the current YTD position pending commitments confirmation.

North East Lincolnshire CCG

CCG PMS re-investment schemes - There have not been any payments made in relation to CCG PMS re-investment schemes during the first quarter due to the deadline for practices to have signed and returned their PMS contract variations. Payments will commence in July 15 and will be backdated to April 15, payments will be made quarterly in advance. Payments will be based on 2010/11 activity and adjusted accordingly where practices have notified the CCG of any material changes.

Enhanced Services – Over 75yrs enhanced service is forecasted to overspend by 15K. Forecast spend for all other enhanced services is based on historical activity.

Service Improvement Plans – These are specific to individual practices and are paid 1/12th of an agreed value on a monthly basis.

**Risks and Opportunities**

There is a potential risk surrounding the shortfall on premises which is approximately £900K overall. This is being jointly reviewed by NEL CCG and NHSE, a finalised figure will be available next month. As payments for CCG PMS re-investment schemes are based on practice activity there is a risk that activity could be higher than forecast, creating a financial pressure.

**Recommendation**

Members are asked to note the position.

**APPENDIX 1 – SUMMARY EXPENDITURE REPORT**

|  |  |  |
| --- | --- | --- |
|  | FULL YEAR | YEAR TO DATE |
|  | **Annual Budget £000’S** | **Forecast Out-turn £000’s** | **Forecast Variance £000’s** | **Year to date budget £000’s** | **Actual £000’s** | **Variance £000’s** |
|  |
| **NHS ENGLAND COMMISSIONED** |  |
| General Practice - PMS | 15,216 | 15,216 | 0 | 3,804 | 3,800 | -4 |
| General Practice – APMS | 1,134 | 1,134 | 0 | 283 | 183 | -100 |
| General Practice - GMS | 29 | 29 | 0 | 7 | 7 | 0 |
| Premises Cost reimbursement | 5,997 | 5,997 | 0 | 1,499 | 1,499 | 0 |
| Other Premises Costs | 11 | 11, | 0 | 3 | 3 | 0 |
| Enhanced Services | 1,012 | 1,012 | 0 | 253 | 253 | 0 |
| QOF | 2,232 | 2,232 | 0 | 558 | 558 | 0 |
| Dispensing/Prescribing Drs | 211 | 211 | 0 | 53 | 52 | -1 |
| Other GP Services | 1,630 | 1,630 | 0 | 407 | 389 | -18 |
| **NHSE COMMISSIONED TOTAL** | **27,472** | **27,472** | **0** | **6,867** | **6,744** | **-123** |
|  |
| **NHS NORTH EAST LINCOLNSHIRE CCG COMMISSIONED** |  |
| CCG PMS Re-investment | 489\* | 489 | 0 | 0 | 0 | 0 |
| Enhanced Services | 1,447 | 1,480 | 33 | 345 | 354 | 9 |
| Service Improvement Plans | 1,328 | 1,320 | -8 | 332 | 328 | -4 |
| **NEL CCG COMMISSIONED TOTAL** | **3,264** | **3,289** | **25** | **677** | **682** | **5** |

\*NHS England has confirmed that this funding will be transferred non-recurrently to NEL CCG in July 2015.