

**Agenda Item 10**

Report to: NELCCG Primary Care Commissioning Committee

Date of Meeting: 4th February 2020

Subject: Primary Care Commissioning Finance Report

Presented by: Jo Horsfall / Laura Whitton

**STATUS OF THE REPORT *(auto check relevant box****)*

For Information [x]

For Discussion [ ]

For Approval / Ratification [ ]

Report Exempt from Public Disclosure [ ]  No [ ]  Yes

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| --- | --- |
| **PURPOSE OF REPORT:** | To provide an update on the financial position of the budgets within the scope of Primary Care for both NEL CCG & NELC. |
| **Recommendations:** | To note:* The year to date and forecast position for the Primary Care budgets for the period ending 31st December 2019
* 20-21 planning for Delegated Primary Care budgets
 |
| **Committee Process and Assurance:** | N/A |
| ***Implications:*** |  |
| **Risk Assurance Framework Implications:** | Any financial risk associated with the mitigations detailed in the paper are reflected in the CCG’s financial risk register. |
| **Legal Implications:** | None |
| **Data Protection Impact Assessment implications (DPIA):** | Are you implementing a new system, data sharing arrangement, project, service redesign or changing the way you work? | **No** |
| If yes to the above – have the DPIA screening questions been completed? | Choose an item. |
| Does this project involve the processing of personally identifiable or other high risk data? | Choose an item. |
| If yes to the above has a DPIA been completed and approved? | Choose an item. |
| **Equality Impact Assessment implications:** | An Equality Impact Analysis/Assessment is not required for this report [x] An Equality Impact Analysis/Assessment has been completed and approved by the EIA Panel. As a result of performing the analysis/assessment there are no actions arising [ ]  from the analysis/assessmentAn Equality Impact Analysis/Assessment has been completed and there are actions arising [ ]  from the analysis/assessment and these are included in section \_\_\_\_ of the enclosed report |
| **Finance Implications:** | **Key points to note:**Budgets* Increase of £130K to the budget since the last report is due to the receipt of:
* £121K additional funding into ‘Core Primary Care’ to support the delivery of PCN’s Organisational Delivery Plan, the anticipated receipt of this allocation had been noted in the last finance report. This has all been fully committed.
* £9K additional funding for Delegated Primary Care for Keelby Clinic Market Rent increase.

 Expenditure* There has been a total reduction in forecast out-turn of £341K across both Core and Delegated Primary Care. The movement is mainly as a result of:
* £106K further reduction against the PCN Additional Roles scheme. The forecast has been updated to reflect the most current information with regards to recruitment against the Clinical Pharmacist and Social Prescriber roles for the remainder of the year.
* Due to there being no known commitments against the contingency fund the remaining budget has been released, a movement of -£72K.
* £-200K slippage against the PCN Supplementary Scheme for Medicines Optimisation due to the scheme not starting until December 19.

**2020-21 Planning*** We have received notification that our allocation uplift for 20-21 will be 2.53% (£727K), this compares to the national average uplift for England of 4.42%. If we had received the average uplift of 4.42% this would have equated to £1,270K. As we have received the lower uplift this has left us with minimum flexibility.
* The known commitments which have to be funded out of the uplift are:
* Additional costs of the new PCN Additional Roles and the full year effect of the Clinical Pharmacist & Social Prescriber roles which commenced July 19
* Uplift to GP contract
* Uplift to premises & other primary care expenditure
* We are aware of the commencement of the Investment & Impact Fund (IIF) in April 2020. Final guidance has not yet been released to confirm if this will be funded centrally or if there is an expectation that CCG’s will have to cover this from their allocation.
* Once contract negotiations have been finalised and further guidance has been received we will be able to provide confirmation of the 20-21 budgets. Budget sign-off will be required before the end of March.

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| **Quality Implications:** | This report details a positive impact on quality. [ ] The proposal put forwards, if agreed, would have a positive impact in terms of enabling providers to meet safe staffing targets. Retention and recruitment is forecast to be improved, which would have a positive impact on the safe delivery of local services.This report details a neutral impact on quality. [x] The report will not make any impact on experience, safety or effectiveness. This report details a negative impact on quality. [ ] The report details the need for budgets to be significantly reduced. It is clear that the report summarises that quality will be negatively impacted by this as decisions to remove services/provide a lower level of provision to solely meet the ‘must do’s’ of provision in terms of meeting people’s needs has to be made. It is forecast that service user experience will be negatively impacted by this position. |
| **Procurement Decisions/Implications *(Care Contracting Committee):*** | N/A |
| **Engagement Implications:** | N/A |
|  |  |
| **Conflicts of Interest**  | *Have all conflicts and potential conflicts of interest been appropriately declared and entered in registers which are publicly available?* [ ]  Yes [ ]  No |
| **Links to CCG’s Strategic Objectives** | [ ]  Sustainable services [ ]  Empowering people[ ]  Supporting communities [ ]  Delivering a fit for purpose organisation |
| **NHS Constitution:** | <https://www.gov.uk/government/publications/the-nhs-constitution-for-england> |
| **Appendices / attachments** | Table 1 -2 (attached) |

**Table 1**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **ALLOCATION** | **Annual Budget as at Oct 19 £'000** | **Annual Budget as at Dec 19 £'000** | **YTD Variance as at Dec 19 £'000** | **Forecast out-turn variance as at Dec 19 £'000** |   | **Forecast out-turn variance as at Oct 19 £'000** |
| Fully Delegated confirmed allocation | 26,778 | 26,787 | -537 | -597 |   | -443 |
| NHS North East Lincs CCG core allocation for Primary Care | 7,299 | 7,420 | -193 | -196 |   | -9 |
| **TOTAL NEL CCG PRIMARY CARE ALLOCATION** | **34,077** | **34,207** | **-730** | **-792** |   | **-451** |
|  |  |  |  |  |   |   |
| **TOTAL NORTH EAST LINCOLNSHIRE COUNCIL ALLOCATION** | **275** | **275** | **1** | **-13** |   | 15 |
|  |  |  |  |  |   |  |
| **TOTAL FUNDING WITHIN SCOPE OF PRIMARY CARE JOINT COMMISSIONING - NELCCG & NELC** | **34,352** | **34,482** | **-729** | **-805** |   | **-436** |

**Table 2**

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| --- | --- | --- | --- | --- | --- | --- |
| **FULLY DELEGATED CONFIRMED ALLOCATION** | **Annual Budget as at Oct 19 £'000** | **Annual Budget as at Dec 19 £'000** | **YTD Variance as at Dec 19 £'000** | **Forecast out-turn variance as at Dec 19 £'000** |   | **Forecast out-turn variance as at Oct 19 £'000** |
| Delegated General Practice - PMS | 15,165 | 15,165 | -60 | -82 |   | -76 |
| Delegated General Practice - APMS | 809 | 809 | 11 | 17 |   | 13 |
| Delegated Premises Cost Reimbursement | 6,370 | 6,379 | -111 | -140 |   | -153 |
| Delegated Other Premises Cost | 8 | 8 | 0 | 0 |   | 0 |
| Delegated Enhanced Services | 942 | 942 | -122 | -155 |   | -49 |
| Delegated QOF | 2,338 | 2,338 | -4 | -6 |   | -7 |
| Delegated Other GP Services | 1,146 | 1,146 | -251 | -231 |   | -171 |
| **NHSE COMMISSIONED TOTAL** | **26,778** | **26,787** | **-537** | **-597** |   | **-443** |
|  |  |  |  |  |  |  |
| **NHS NORTH EAST LINCOLNSHIRE CCG COMMISSIONED** | **Annual Budget as at Oct 19 £'000** | **Annual Budget as at Dec 19 £'000** | **YTD Variance as at Dec 19 £'000** | **Forecast out-turn variance as at Dec 19 £'000** |   | **Forecast out-turn variance as at Oct 19 £'000** |
| Locally Commissioned Services | 5,715 | 5,715 | -7 | -5 |   | -30 |
| GP Training & Recruitment | 43 | 43 | -5 | -7 |   | 0 |
| PCN Supplementary Scheme (previous Local Quality Scheme) | 300 | 300 | -200 | -200 |   | 0 |
| Other Primary Care Expenditure\* | 487 | 608 | 4 | -2 |   | 1 |
| Primary Care IT | 753 | 753 | 16 | 19 |   | 20 |
| **NEL CCG COMMISSIONED TOTAL** | **7,299** | **7,420** | **-193** | **-196** |   | **-9** |
|  |  |  |  |  |  |  |
| **NORTH EAST LINCOLNSHIRE COUNCIL COMMISSIONED** | **Annual Budget as at Oct 19 £'000** | **Annual Budget as at Dec 19 £'000** | **YTD Variance as at Dec 19 £'000** | **Forecast out-turn variance as at Dec 19 £'000** |   | **Forecast out-turn variance as at Oct 19 £'000** |
| LARC fits and removals | 80 | 80 | -12 | -1 |   | 15 |
| Health checks | 50 | 50 | -15 | -10 |   | 0 |
| Stop smoking service | 20 | 20 | -3 | -2 |   | 0 |
| Substance misuse | 125 | 125 | 31 | 0 |   | 0 |
| **NELC COMMISSIONED TOTAL** | **275** | **275** | **1** | **-13** |   | **15** |