

Joint Commissioning Committee							
<b>Date of Meeting</b>	11/10/2016		<b>Paper Number</b>	Paper 13			
<b>Title</b>	Financial Report for month 5						
<b>Sponsoring Director</b> (name and job title)	James Drury, Director of Finance, NHS England South (South Central) Nigel Foster, Director of Finance & Performance (East Berkshire CCGs Collaborative)						
<b>Author(s)</b>	Alan Overton, Finance Analyst, NHS England South (South Central) Yvette Bacon, Head of Financial Planning (East Berkshire CCGs Collaborative)						
<b>Purpose</b>	To update the committee on the financial position for month 5 of 2016/17 for the primary care joint commissioning budget of the Berkshire East CCGs.						
<b>The Joint Commissioning Committee is required to (please tick)</b>							
<b>Approve</b>	<input type="checkbox"/>	<b>Receive</b>	<input type="checkbox"/>	<b>Discuss</b>	<input type="checkbox"/>	<b>Note</b>	<input checked="" type="checkbox"/>
<b>Risk and Assurance</b> <i>(outline the key risks / where to find mitigation plan in the attached paper and any assurances obtained)</i>	Financial Plans have been prepared in accordance with NHS England planning guidance and assured by the South of England Regional Office						
<b>Legal implications/regulatory requirements</b>	None						
<b>Public Sector Equality Duty</b>	Not Applicable						
<b>Links to the NHS Constitution</b> <b>(relevant patient/staff rights)</b>	None						
<b>Strategic Fit</b>	Not Applicable						
<b>Commercial and Financial Implications</b> <i>(Identify how the proposal impacts on existing contract arrangements and have these been incorporated?</i>  <i>Include date Deputy CFO has signed off the affordability and has this been incorporated within the financial plan. Include details of funding source(s)</i>	As outlined in the report						

<p><b>Quality Focus</b> <i>(Identify how this proposal impacts on the quality of services received by patients and/or the achievement of key performance targets)</i></p> <p><i>Include date the Director of Nursing has signed off the quality implications)</i></p>	<p>Not Applicable</p>
<p><b>Clinical Engagement</b> <i>Outline the clinical engagement that has been undertaken</i></p>	<p>Not Applicable</p>
<p><b>Consultation, public engagement &amp; partnership working implications/impact</b></p>	<p>Not Applicable</p>
<p><b>NHS Outcomes</b> <i>Please indicate (highlight) which Domain this paper sits within by highlighting or ticking below: Please note there may be more than one Domain.</i></p>	<p>Domain 1 Preventing people from dying prematurely;</p> <p>Domain 2 Enhancing quality of life for people with long-term conditions;</p> <p>Domain 3 Helping people to recover from episodes of ill health or following injury;</p> <p>Domain 4 Ensuring that people have a positive experience of care; and</p> <p>Domain 5 Treating and caring for people in a safe environment; and protecting them from avoidable harm.</p>
<p><b>Executive Summary</b> This report sets out the details up to the end of month 5 (August 2016) for the primary care services joint commissioning budget across the three Berkshire East CCGs. This includes services commissioned by NHSE and those commissioned locally by the CCGs.</p>	
<p><b><u>Recommendation(s)</u></b></p> <p>The Joint Primary Care Co-Commissioning Committee is asked to <b>note</b> the contents of the report.</p>	

# Joint Commissioning Primary Medical Services Committee

---



**Report to the Joint Primary Care Co-Commissioning Committee Operational Group – Berkshire East CCGs**

**Prepared by:** Alan Overton, NHS England South (South Central), Finance Analyst and Yvette Bacon, Berkshire East CCGs, Head of Financial Planning

**Classification:** OFFICIAL

The National Health Service Commissioning Board was established on 1 October 2012 as an executive non-departmental public body. Since 1 April 2013, the National Health Service Commissioning Board has used the name NHS England for operational purposes.

## 1. Introduction

- 1.1. This paper sets out financial position for month 5 of 2016/17 for the primary care services joint commissioning budget of Berkshire East CCGs.

### Month 5 Berkshire East CCGs

*All figures in £'000s*

	Month			Year to Date			Forecast		
	Plan	Actual	Variance	Plan	Actual	Variance	Plan	Actual	Variance
<b>Budgets held by NHS England</b>									
GP Contract Payment	-	-	-	-	-	-	-	-	-
QOF Payments	3,119	3,081	38	15,597	15,481	116	37,434	37,434	-
PCO Admin	357	160	198	1,786	1,769	16	4,287	4,287	-
GP Drug Payments	69	208	(139)	344	499	(155)	826	826	-
GP Premises	26	9	17	128	56	72	307	307	-
GP Enhanced Services	432	315	117	2,159	1,921	238	5,183	5,183	-
GP Other Items	208	259	(51)	1,039	1,009	30	2,495	2,495	-
CCG Prescribing	6	1	5	31	32	(1)	75	75	-
Collaborative Fees	-	(0)	0	-	(1)	1	-	-	-
GP Premises other	9	5	3	43	18	25	104	104	-
GP General Reserves	29	45	(16)	144	118	26	345	345	-
Other	82	82	-	410	410	-	1,775	1,775	-
<b>Sub-Total</b>	<b>4,336</b>	<b>4,164</b>	<b>172</b>	<b>21,681</b>	<b>21,313</b>	<b>368</b>	<b>52,831</b>	<b>52,831</b>	<b>-</b>
<b>Budgets held by CCGs</b>									
Locally Commissioned Schemes	76	76	-	380	380	-	909	909	-
GPIT	95	96	(0)	475	475	-	1,133	1,133	-
Out of Hours	306	300	6	1,530	1,498	32	3,664	3,596	68
GP Extended Access	296	245	51	1,509	1,452	57	2,843	2,843	-
<b>Sub-Total</b>	<b>773</b>	<b>716</b>	<b>57</b>	<b>3,894</b>	<b>3,805</b>	<b>89</b>	<b>8,549</b>	<b>8,481</b>	<b>68</b>
<b>Grand Total</b>	<b>5,110</b>	<b>4,880</b>	<b>229</b>	<b>25,575</b>	<b>25,118</b>	<b>457</b>	<b>61,380</b>	<b>61,312</b>	<b>68</b>

## 2. Commentary on the position

An overview of the month and year to date and forecast outturn position is below:

### 2.1 Month position

The month position as at month 5 is a favourable variance of £172k on NHSE commissioned services, and a favourable variance of £6k on the budgets held by CCGs.

### 2.2 Year to Date Position

Overall the YTD position is a favourable variance of £400k, (NHSE £368k and CCGs £32k).

### 2.3 Forecast Outturn

The actual FOT for NHSE commissioned services is on plan, however this assumes that General Reserves will be fully utilised during the year. The actual FOT for CCG commissioned services is below plan due to an overall underspend against the Out of Hours budget.

General Reserves (NHSE) include provisions for 1% Headroom and 0.5% contingency in accordance with national planning guidance to provide additional resilience to the NHS system. However, the utilisation of these will be determined at a national level.

Reserves Analysis	
Contingency (0.5% of allocation)	264k
Headroom (1% of allocation)	528k
Other Reserves	983k
Total Reserves	1,775k

Other Reserves will be required to militate against the following risks:

APMS Contract risk – The Slough Walk In Centre provider has identified a funding gap in current service provision and is currently quantifying this prior to agreeing a contract extension.

Registered patient list growth – Core Contract payments will increase from 1st October 2016 when the new Primary Care Services provider has cleared the backlog of new patient registrations.

Premises Reimbursements – There is a backlog of the triannual rent reviews of GP premises which will increase reimbursements in the second half of the financial year.

QOF Achievement – The planned achievement of 98% is likely to be exceeded based upon achievement for 2015/16 although this is subject to post payment verification.

Minor Surgery – Following the review of PMS contracts practice payments will be based upon actual activity provided rather than the historic fixed sum within their PMS contract.

Locum Reimbursements – Year to date expenditure is currently above plan.

Section 96 Financial Support – This is unbudgeted expenditure. One claim has been received to date which is subject to due diligence.

Contract re-procurement risk – Where a vulnerable practice gives notice to terminate their contract there may be a requirement to use the NHS England South 'Step in' provider framework which although requires service delivery at national GMS prices providers can request transitional funding to stabilise the practice. This is an interim measure and the contract term is limited to 12 months with an option to extend for a further 6 months to allow time for a full competitive tendering of an APMS contract.

### **3 Assumptions on reporting**

The figures have been prepared in accordance with the following national guidance:

- Prior year balances/costs will remain with NHS England.
- Accruals will be as per accounting standards and will be to the expected year end outturn position.
- Individual CCG cost pressures for primary care services for budgets held by NHSE will (where possible) be managed at NHS England (whilst joint commissioning arrangements are in place).

#### **4 Contracting and procurement activity**

- Slough Walk in Centre APMS contract has been extended by 18 months to June 2017.
- At the time of writing this report, the Out of Hours contract, commissioned by the CCGs is in the process of negotiation.



## Bracknell and Ascot CCG

- 1.2. This paper sets out the financial position for month 5 of 2016/17 for the primary care services joint commissioning budget of Bracknell and Ascot CCG.

*All figures in £'000s*

	Month			Year to Date			Forecast		
	Plan	Actual	Variance	Plan	Actual	Variance	Plan	Actual	Variance
<b>Budgets held by NHS England</b>									
GP Contract Payment	895	894	2	4,475	4,470	5	10,741	10,741	-
QOF Payments	114	115	(1)	568	551	17	1,364	1,364	-
PCO Admin	25	77	(52)	124	191	(67)	297	297	-
GP Drug Payments	9	5	4	43	26	17	103	103	-
GP Premises	125	89	36	626	464	162	1,503	1,503	-
GP Enhanced Services	71	72	(1)	356	329	26	854	854	-
GP Other Items	2	0	2	11	1	9	26	26	-
CCG Prescribing	-	(0)	0	-	(1)	1	-	-	-
Collaborative Fees	4	2	2	19	6	13	45	45	-
GP Premises other	20	41	(21)	99	46	54	238	238	-
GP General Reserves	47	47	-	235	235	-	802	802	-
Other	-	-	-	-	-	-	-	-	-
Sub-Total	1,311	1,340	(29)	6,555	6,316	238	15,973	15,973	-
<b>Budgets held by CCGs</b>									
Locally Commissioned Schemes	27	27	-	135	135	-	319	319	-
GPIT	30	29	1	150	150	-	357	357	-
Out of Hours	95	99	(4)	475	493	(18)	1,138	1,183	(45)
GP Extended Access	95	76	19	501	482	19	942	942	-
Sub-Total	247	231	16	1,261	1,260	1	2,756	2,801	(45)
<b>Grand Total</b>	<b>1,558</b>	<b>1,571</b>	<b>(12)</b>	<b>7,816</b>	<b>7,576</b>	<b>239</b>	<b>18,729</b>	<b>18,774</b>	<b>(45)</b>

## **2.0 Commentary on the position**

An overview of the month, year to date and forecast outturn position is below:

### **2.1 Month position**

The month position is an adverse variance on NHSE Commissioned Services of £29k with main variances explained below:

- GP Premises Other £21k adverse due to timing of payments.
- GP Premises £36k favourable due to timing of payments.
- PCO Admin £52k adverse due to timing of payments

The month position is an adverse variance on CCG Commissioned Services of £3k due primarily to Out of Hours expenditure.

### **2.2 Year to Date Position**

Overall the YTD position is a favourable variance on NHSE Commissioned Services of £238k with main variances explained below:

- GP Premises £162k favourable as the plan includes a provision for increased rent, however due to the backlog of premises rent reviews this has yet to be utilised.
- GP Enhanced Services £26k favourable due to underspend on Extended Hours as not all practices have signed up to the service.
- PCO Admin £67k adverse due to Locum payments in excess of plan.
- GP Premises other £54k favourable due to timing of payments

Overall the YTD position is an adverse variance on CCG Commissioned Services of £18k due to Out of Hours expenditure.

### **2.3 Forecast Outturn**

The actual FOT for NHSE Commissioned Services is on plan. The actual FOT for CCG commissioned services is above plan due to an overspend showing against the budget for the Out of Hours service.

### **3.0 Assumptions on reporting**

The figures have been prepared in accordance with the following national guidance:

- Prior year balances/costs will remain with NHS England.
- Accruals will be as per accounting standards and will be to the expected year end outturn position.
- Individual CCG cost pressures for primary care services for budgets held by NHSE will (where possible) be managed at NHS England (whilst joint commissioning arrangements are in place).

### **4.0 Contracting and procurement activity**

At the time of writing this report, the Out of Hours contract which is commissioned by the CCGs is in the process of negotiation.

## Slough CCG

- 1.3. This paper sets out financial position for month 5 of 2016/17 for the primary care services joint commissioning budget of Slough CCG.

*All figures in £'000s*

	Month			Year to Date			Forecast		
	Plan	Actual	Variance	Plan	Actual	Variance	Plan	Actual	Variance
<b>Budgets held by NHS England</b>									
GP Contract Payment	1,253	1,209	44	6,265	6,120	145	15,036	15,036	-
QOF Payments	125	(53)	179	626	626	(0)	1,502	1,502	-
PCO Admin	21	65	(43)	106	148	(42)	256	256	-
GP Drug Payments	7	2	5	37	16	21	89	89	-
GP Premises	141	79	61	703	600	103	1,687	1,687	-
GP Enhanced Services	66	110	(44)	330	348	(18)	792	792	-
GP Other Items	2	0	2	10	1	9	24	24	-
CCG Prescribing	-	-	-	-	-	-	-	-	-
Collaborative Fees	1	2	(1)	5	6	(1)	13	13	-
GP Premises other	7	10	(2)	37	48	(11)	88	88	-
GP General Reserves	(18)	(18)	-	(91)	(91)	-	74	74	-
Other	-	-	-	-	-	-	-	-	-
<b>Sub-Total</b>	<b>1,606</b>	<b>1,406</b>	<b>200</b>	<b>8,028</b>	<b>7,823</b>	<b>205</b>	<b>19,561</b>	<b>19,561</b>	<b>-</b>
<b>Budgets held by CCGs</b>									
Locally Commissioned Schemes	16	16	-	80	80	-	197	197	-
GPIT	32	32	-	160	160	-	386	386	-
Out of Hours	108	102	6	540	514	26	1,290	1,235	55
GP Extended Access	98	91	7	488	480	8	963	963	-
<b>Sub-Total</b>	<b>254</b>	<b>241</b>	<b>13</b>	<b>1,268</b>	<b>1,234</b>	<b>34</b>	<b>2,836</b>	<b>2,781</b>	<b>55</b>
<b>Grand Total</b>	<b>1,860</b>	<b>1,647</b>	<b>212</b>	<b>9,296</b>	<b>9,057</b>	<b>239</b>	<b>22,397</b>	<b>22,342</b>	<b>55</b>

## **2. Commentary on the position**

An overview of the year to date and Forecast outturn position is below:

### **2.1 Month Position**

The month position is a favourable variance on NHSE Commissioned Services of £200k.

- GP Contracts £44k favourable
- QOF Payments £179k favourable

The month position is a favourable variance on CCG Commissioned Services of £6k due to an underspend on Primary Care IT.

### **2.2 Year to Date Position**

Overall the YTD position on NHSE Commissioned Services is a favourable variance of £205k with individual variances explained below:

- GP Contract payment £145k favourable due to Slough Walk in Centre less than plan. Current payments exclude any potential over performance of walk in activity.
- PCO Admin £42k adverse due to Locum payments in excess of plan
- GP Premises £103k favourable as the plan includes a provision for increased rent, however due to the backlog of premises rent reviews this has yet to be utilised.

Overall the YTD position is a favourable variance on CCG Commissioned Services of £26k for Out of Hours expenditure.

### **2.3 Forecast Outturn**

- The actual FOT for the budgets held by NHSE is on plan. The actual FOT for CCG commissioned services is under plan by £55k for Out of Hours.

### **3. Assumptions on reporting**

The figures have been prepared in accordance with the following national guidance:

- Prior year balances/costs will remain with NHS England.
- Accruals will be as per accounting standards and will be to the expected year end outturn position.
- Individual CCG cost pressures for primary care services for budgets held by NHSE will (where possible) be managed at NHS England level (whilst joint commissioning arrangements are in place)

### **4. Contracting and procurement activity**

- Slough Walk in Centre APMS contract has been extended by 18 months to June 2017.
- At the time of writing this report, the Out of Hours contract which is commissioned by the CCGs is in the process of negotiation.

## 5. Windsor, Ascot and Maidenhead CCG

5.1. This paper sets out the financial position for month 5 of 2016/17 for the primary care services joint commissioning budget of Windsor, Ascot and Maidenhead CCG.

*All figures in £'000s*

	Month			Year to Date			Forecast		
	Plan	Actual	Variance	Plan	Actual	Variance	Plan	Actual	Variance
<b>Budgets held by NHS England</b>									
GP Contract Payment	971	978	(7)	4,857	4,891	(34)	11,657	11,657	-
QOF Payments	118	98	20	592	592	(0)	1,420	1,420	-
PCO Admin	23	66	(43)	114	160	(46)	274	274	-
GP Drug Payments	10	2	8	48	14	34	116	116	-
GP Premises	166	147	19	830	858	(27)	1,993	1,993	-
GP Enhanced Services	71	77	(6)	354	332	22	850	850	-
GP Other Items	2	0	2	10	30	(20)	24	24	-
CCG Prescribing	-	0	(0)	-	(0)	0	-	-	-
Collaborative Fees	4	2	2	19	6	13	46	46	-
GP Premises other	2	(5)	7	8	24	(16)	19	19	-
GP General Reserves	53	53	-	266	266	-	899	899	-
Other	-	-	-	-	-	-	-	-	-
Sub-Total	1,420	1,419	1	7,099	7,173	(74)	17,298	17,298	-
<b>Budgets held by CCGs</b>									
Locally Commissioned Schemes	33	33	-	165	165	-	393	393	-
GPIT	33	34	(1)	165	165	-	390	390	-
Out of Hours	103	98	5	515	491	24	1,236	1,178	58
GP Extended Access	103	78	25	520	490	30	938	938	-
Sub-Total	272	244	28	1,365	1,311	54	2,957	2,899	58
<b>Grand Total</b>	<b>1,692</b>	<b>1,663</b>	<b>29</b>	<b>8,464</b>	<b>8,484</b>	<b>(20)</b>	<b>20,255</b>	<b>20,197</b>	<b>58</b>

## **2.0 Commentary on the position**

An overview of the month, year to date and forecast outturn position is below:

### **2.1 Month Position**

The month position is a favourable variance of £1k. The month position is a favourable variance on CCG Commissioned Services of £4k due to an underspend on Primary Care IT.

### **2.2 Year to Date Position**

Overall the YTD position is an adverse variance of £74k with individual variances explained below:

- GP premises £27k adverse due to a one off arrears payments following rent reviews.
- PCO Admin £46k adverse due to Locum payments in excess of plan
- GP Contracts £34k adverse
- GP Enhanced Services £22k favourable due to underspend on Extended Hours as not all practices have signed up to the service.

Overall the YTD position is a favourable variance on CCG Commissioned Services of £24k due to an under spend against the Out of Hours budget.

### **2.3 Forecast Outturn**

- The actual FOT for the budgets held by NHSE is on plan. The actual FOT for CCG commissioned services is under plan by £58k for Out of Hours.



### **3.0 Assumptions on reporting**

The figures have been prepared in accordance with national guidance:

- Prior year balances/costs will remain with NHS England.
- Accruals will be as per accounting standards and will be to the expected year end outturn position.
- Individual CCG cost pressures for primary care services for budgets held by NHSE will (where possible) be managed at NHS England level (whilst joint commissioning arrangements are in place).

### **4.0 Contracting and procurement activity**

At the time of writing this report, the Out of Hours contract, commissioned by the CCGs is in the process of negotiation.