

Primary Care Commissioning Committee							
Date of Meeting	14/05/2019	Paper Number	Item 7				
Title	Financial Report for month 12						
Sponsoring Director (name and job title)	Debbie Fraser, Deputy Director of Finance						
Author(s)	Richard Buckley, Head of Financial Control and CSU Support						
Purpose	To update the committee on the financial position for month 12 of 2018/19 for the primary care commissioning budgets of NHS East Berkshire CCG.						
The Primary Care Commissioning Committee is required to (please tick)							
Approve	<input type="checkbox"/>	Receive	<input type="checkbox"/>	Discuss	<input type="checkbox"/>	Note	<input checked="" type="checkbox"/> X
Risk and Assurance <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			
Legal implications/regulatory requirements				None			
Public Sector Equality Duty				Not Applicable			
Links to the NHS Constitution (relevant patient/staff rights)				None			
Strategic Fit				Not Applicable			
Commercial and Financial Implications <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			
Quality Focus <i>(Identify how this proposal impacts on the quality of services received by patients and/or the achievement of key performance targets)</i> <i>Include date the Director of Nursing has</i>				Not Applicable			

<p><i>signed off the quality implications)</i></p>	
<p>Clinical Engagement <i>Outline the clinical engagement that has been undertaken</i></p>	<p>Not Applicable</p>
<p>Consultation, public engagement & partnership working implications/impact</p>	<p>Not Applicable</p>
<p>NHS Outcomes <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>Executive Summary This report sets out the details up to the end of month 12 (March 2019) for the Primary Care Services Commissioning budgets.</p>	
<p><u>Recommendation(s)</u> The Primary Care Commissioning Committee is asked to note the contents of the report.</p>	

Primary Care Commissioning Committee



Report to the Primary Care Commissioning Committee – East Berkshire CCGs

Prepared by: Richard Buckley, East Berkshire CCG, Head of Financial Control and CSU support.

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 12 of 2018/19 for the primary care services delegated commissioning budget of East Berkshire CCG.

<i>All figures in £'000s</i>	Month			Year to Date		
	Plan	Actual	Variance	Plan	Actual	Variance
GP Services 2018-19						
GP Contract Payment	3,382	3,365	17	40,579	40,440	139
QOF Payments	371	968	(597)	4,441	5,039	(598)
GP Seniority and Locums	81	1,008	(927)	961	2,030	(1,069)
GP Drug Payments	25	31	(6)	301	323	(22)
GP Premises	454	894	(440)	5,437	5,755	(318)
GP Enhanced Services	126	(7)	133	1,502	1,268	234
GP Other Items	6	(65)	71	71	-	71
Prior Year Balance	-	(355)	355	-	(355)	355
CCG Prescribing	-	-	-	-	(3)	3
Collaborative Fees	9	(141)	150	104	(46)	150
GP Premises other	4	1	3	44	42	2
GP General Reserves	2,966	368	2,598	2,598	-	2,598
Sub-Total	7,424	6,067	1,357	56,038	54,493	1,545
Other Primary Care Budgets						
Locally Commissioned Schemes	353	440	(87)	4,212	4,514	(302)
GPIT	427	427	-	2,107	1,987	120
Out of Hours	392	392	-	4,699	4,699	-
GP Extended Access	218	297	(79)	2,637	2,492	145
Vulnerable Practices Pilot Funding	-	-	-	4	4	-
General Practice Resilience Funding	-	62	(62)	-	-	-
Primary Care Investments	(28)	(555)	527	(165)	(219)	54
Primary Care Networks	-	65	(65)	-	-	-
Retained Doctors Scheme	-	5	(5)	5	5	-
GP Development Programme - Reception and Clerical Training	6	78	(72)	78	78	-
Online Consultation	13	154	(141)	152	154	(2)
Sub-Total	1,381	1,365	16	13,729	13,713	16
Grand Total	8,805	7,432	1,373	69,767	68,206	1,561

2.0 Budget 2018/19

Allocation

The overall South Central allocation includes 2.3% growth for 2017/18 and 2018/19; however this varies at individual CCG level with East Berkshire CCG receiving 4.08% and 3.14% respectively.

Surplus Position

A 1% surplus requirement against Primary Care Co-Commissioning allocation is not required.

Planning Assumptions

- GP contract changes in 2018/19 are to be implemented through a 3.07% change in the global sum rate per weighted patient (see Table 1 and 2 below).
- Demographic growth of 0.72% on contract payments in 2018/19.
- MPIG and seniority phased reductions as per national guidance.
- Premises included at FOT level with 1.6% growth for 2018/19
- NHSP/CHP premises impact of the change to market rate charging is factored into the position.
- Benefit from reduction in rateable values is being factored into the position.
- QOF assumption (based 97% achievement)
- Detailed practice level budgets are based on prior year outturn.

Reserves

Reserves include 0.5% contingency as per national planning guidance and Other Reserves to balance planned expenditure to the CCG delegated budget allocation.

2.1 Commentary on the position

An overview of the year to date position is below:

2.2 Year to Date Position

Overall the YTD position is a favourable variance of £1,561k with main variances explained below:

There was an overall underspend against reserves in 18/19. The CCG has plans in place to ensure that all the reserves are fully utilised in 19/20 which will include support for vulnerable practices, rental liabilities, estates schemes and primary care transformation.

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|---------------------------|------------------|---|
| • GP Contract Payment | £139k underspend | APMS contract is £174k below plan. GMS Contracts are £30k above plan and PMS contracts are £4k above plan. |
| • QOF Payments | £598k overspend | Yearend accrual takes into account difference between 17/18 achievement at 98% and assumption that 18/19 will be 100% plus population growth |
| • GP Seniority and Locums | £1,069 overspend | Seniority payments overspent by £73k and PCO other by £61k. Winter pressure support £395k, Heath Hill/Ringmead Support £446k, GP Chambers £50k. |
| • GP Premises | £318k overspend | YTD rent actuals include the planning provision for 1.6% growth that is currently underutilised and there is slippage on the ETTF scheme. Rates underspend by £162k due to relief received due to changes in rateable values. Balance of overspend is due to NHS Property services rent accrual. |
| • GP Enhanced Services | £234k underspend | Extended Hours Access not all practices have signed up result resulting in a £124k underspend. Occupational Health now centrally funded by NHSE resulting in a £39k underspend, Minor Surgery and Learn Disblty Hlth Chk are above plan by £7k and £85k respectively. Release of unused prior year accrual for the balance of the underspend. |
| • Prior Year Balance | £355k underspend | Release of unused prior year accruals. |

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| <ul style="list-style-type: none"> • GPIT £120k underspend • GP Extended Access £145k underspend | <p>Release of prior year accruals £120k.
Release of reserve.</p> |
| <ul style="list-style-type: none"> • Locally Commissioned Schemes £302k overspend | <p>Anticipatory Care LCS overspent by £227k offset by release of unused prior year accruals (released into PC investments).</p> |
| <ul style="list-style-type: none"> • Primary Care investments £54k underspend | <p>Spend on investments funded from release of Prior year accruals Support for 2WW implementation £130k, Pre Diabetes LCS £70k, Estates Consultancy £19k, Lower Limb Wound care £165k, Additional Support for Primary Care networks £93k, Senior Commissioning Manager £51k. Offset by release of prior year accruals £806k.</p> |

3 Assumptions on reporting

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

- Pre delegation costs will remain with NHS England.
- Accruals will be as per accounting standards and will be to the expected year end outturn position.

4 Contracting and procurement activity

None