

Primary Care Commissioning Committee

24 August 2016

Details	Part 1	✓	Part 2		Agenda Item No.	5 Paper 4
Title of Paper:	Primary Care commissioning Finance Report July 2016					
Board Member:	Mike Woodhead, Acting Chief Finance Officer					
Author:	Rachel Coaker, Interim Associate Chief Finance Officer					
Presenter:	Rachrk Coaker, Interim Associate Chief Finance Officer					
Please indicate:	For Decision		For Information		For Discussion	x

Executive Summary

Summary	<p>The year to date financial position shows a £5k underspend. The forecast position is to achieve plan, however this is reliant on the central funding of the pressure at transfer (April 2016) of £583k.</p> <p>A key risk is that although there has been agreement of the requirement for funding and the quantum, the confirmation that NHS Bury CCG will receive the full level of funding required is outstanding at month 4.</p>					
Risk	High		Medium	x	Low	
Recommendations	Primary Care Commissioning Committee is asked to note the contents of the report and the risks identified to the delivery of the 2016/17 financial position.					

Strategic themes

Deliver improvement in outcomes for patients	
Deliver service improvement through system redesign in priority areas	
Develop NHS Bury CCG and Primary Care capability as commissioners and leaders	x
Deliver through the Health and Wellbeing Board improved population health and reduction in inequalities	
Deliver the CCG element of QIPP through effective system management and working with partners and stakeholders and ensuring a culture with focus on quality, fostering innovation, improving health outcomes and reducing inequalities.	x
Equality Impact Assessed?	N/A Supports NHS Bury CCG Governance arrangements x

1. Background

NHS Bury CCG ('the CCG') took on delegated responsibility for £25.5m of primary medical care budgets from April 2016. Costs are monitored against these budgets on a monthly basis to highlight any risk areas and ensure identification of mitigating actions where possible. NHS England (NHSE) continue to provide transactional and management accounts functions. A detailed finance report is provided monthly.

2. Overview and key issues/ risks

The year to date (YTD) financial position shows an underspend against plan of £5k. Appendix 1 includes a summary finance table.

Financial pressures on transfer of the budgets from NHSE have been identified and agreed as £583k. There is a commitment that central funding will be available to support this pressure in year, however the confirmation that we will receive the full £582k is still outstanding. The forecast position assumes at this stage that all of the pressure will be mitigated.

3. Key under and over spends at month 4

3.1 GMS

At month 4 there is an under spend of £30k. The plan is based on the national rate which is applied to weighted list sizes. Weighted list sizes are reviewed quarterly to ensure that payments are based on accurate information.

3.2 APMS

At month 4 there is an over spend of £34k which related to larger list sizes than expected. Further work is on-going to ensure that forecast costs can be managed within funding allocations.

3.3 Enhanced services

At month 4 there is an over spend of £25k. This position prudently assumes that where the CCG has not been notified of Practice intentions, they may still do so. A more accurate position will be able to be determined in the next quarter.

3.4 Voids and subsidy

At month 4 there is an under spend of £25k. Community Health Partnerships (CHP) has provided a billing model which is generating the YTD and forecast underspend. NHS Property Services have not provided similar information so costs equivalent to plan have been assumed at month 4.

4. Recommendation

Primary Care Commissioning Committee is asked to note the contents of the report and the risks identified to the delivery of the financial position.

Appendix 1 – Finance Summary Table

Primary Care Finance Report

July 2016

Financial Summary Table	Annual budget	Forecast	Forecast Variance	Prior Month Forecast	Change In Variance	YTD Budget	YTD Actual	YTD Variance
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
CCG Allocation	25,524							
GP Services								
General Practice - GMS	9,137	9,084	-54	-120	66	3,046	3,016	-30
General Practice - PMS	6,108	6,108	0	0	0	2,036	2,036	0
General Practice - APMS	1,546	1,663	116	0	116	515	549	34
QOF	2,571	2,600	28	0	28	857	867	10
Enhanced services	1,129	1,205	75	0	75	376	402	25
Premises Cost Reimbursement	2,676	2,664	-12	43	-55	892	883	-9
Other Premises Cost	160	160	0	0	0	53	53	0
Dispensing/Prescribing Drs (PA Drugs)	156	156	0	0	0	52	52	0
Other GP Services	455	428	-27	-27	0	152	143	-9
Void & Subsidy	1,733	1,657	-76	-76	0	578	552	-25
Primary Care Investments	-532	-583	-51	532	-583	0	0	0
Total PRC Cost Centre	25,141	25,141	0	351	-351	8,557	8,552	-5
PRC Allocation Reconciliation								
0.5% Contingency	128							
1.0% NR	255							
Transferred Budget								
Balance	0							