

Primary Care Commissioning Committee

22 February 2017

Details	Part 1	✓	Part 2		Agenda Item No.	11
Title of Paper:	Primary Care Commissioning Finance Report January 2017					
Board Member:	Mike Woodhead, Interim Chief Finance Officer					
Author:	Sarah Jewitt, Head of Finance – Non-acute services and Primary Care					
Presenter:	Mike Woodhead, Interim Chief Finance Officer					
Please indicate:	For Decision		For Information		For Discussion	✓

Executive Summary

Summary	The year to date financial position shows an underspend of £170k with a forecast underspend of £31k, an improvement to the forecast outturn of £32k.					
Risk	High		Medium		Low	✓
	See section 1.					
Recommendations	Primary Care Commissioning Committee is asked to <ul style="list-style-type: none"> note the contents of the report and the risks identified to the delivery of the 2016/17 financial position. 					

Strategic themes

To deliver improved outcomes and reduce health inequalities for patients through better preventative strategies	
To deliver service re-design in priority areas through innovation	
To develop primary care to become excellent and high performing commissioners	✓
To develop the CCG leadership to work with the Local Authority to be excellent integrated commissioners	
To develop robust and effective working relationships with all stakeholders and partners to drive integrated commissioning	
To deliver long term financial sustainability through effective commissioning and innovative investment across the wider system	✓
To develop and influence the provider landscape through development of a Locality Care Organisation (LCO)	
Equality Analysis Assessed?	Supports NHS Bury CCG Governance arrangements ✓

1. Overview and key issues/ risks

The year to date (YTD) financial position shows an under spend against plan of £170k with a forecasted underspend of £31k. Appendix 1 includes a summary finance table.

The main favourable movements in forecast of £32k compared to month 9 relates to the release of PMS underspends (-£38k) and reduced activity levels in Minor Surgery claims (-£35k), which is offset by the prudent forecasting of anticipating suspended GP costs (£25k) and increased activity levels of Personally Administered Drugs (£14k).

The annual budget includes a £22k shortfall of funding which is expected to be funded from the CCGs 0.5% contingency, however, given the current forecast position at month 10, the CCG has taken the decision not to release any of the contingency at present.

2. 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

Bury CCG Finance Report

For the Period to 31/01/2017

Source of funds Available for Delegated Primary Medical Services	
	£'000
Initial CCG Allocation before Business rules	25,141
0.5% Contingency	128
1.0% NR	255
Total Allocation 1st Apr 16	25,524
IATs	
Month 7 Del Co commissioning IAT	510
CCG Resource Transfers:	
0.5% Contingency	-128
1.0% NR	-255
Revised CCG Primary Medical Resource	25,651

Financial Summary Table	Annual budget	Forecast	Forecast Variance	Prior Month Forecast Variance	Change in Variance	YTD Budget	YTD Actual	YTD Variance
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
GP Services								
General Practice - GMS	9,137	9,071	-66	-62	4	7,614	7,554	-60
General Practice - PMS	6,108	6,070	-38	0	38	5,090	5,053	-37
General Practice - APMS	1,546	1,663	116	116	0	1,288	1,287	-2
QOF	2,571	2,600	28	28	0	2,143	2,167	24
Enhanced services	1,129	1,211	82	116	35	941	1,009	69
Premises Cost Reimbursement	2,676	2,664	-12	-12	1	2,230	2,200	-30
Other Premises Cost	160	0	-160	-160	0	133	0	-133
Dispensing/Prescribing Drs (PA Drugs)	156	171	14	0	-14	130	142	12
Other GP Services	455	515	60	29	-30	379	430	50
Void & Subsidy	1,733	1,657	-76	-76	0	1,444	1,381	-64
Primary Care Investments	-22	0	22	22	0	0	0	0
Total PRC Cost Centre	25,651	25,620	-31	2	32	21,392	21,222	-170