

<b>NHS North Cumbria CCG Primary Care Commissioning Committee</b>	<b>Agenda Item</b>
<b>19 September 2019</b>	<b>8</b>

**Finance Update**

<b>Purpose of the Report</b>							
<p>The report provides the Committee with an update regarding the financial position of the delegated primary care commissioning budget. The report is presented for information.</p> <p>Whilst the CCG has delegated responsibility for the commissioning of GP Primary Care services, any associated payments and budget monitoring in relation to the delegated budget is made on the CCG’s behalf by NHS England and NHS Improvement – North East and Yorkshire. As such the following report has been prepared by Neil Lightley, a member of the NHS England finance team.</p>							
<b>Outcome Required:</b>	Approve		Ratify		For Discussion		For Information
							x
<b>Assurance Framework Reference:</b>							
<p><b>1, Better Health</b> – There is a need to ensure that Cumbria’s children &amp; young people (including children looked after are kept safe and transition into health adulthood.</p> <p><b>2, Better Care</b> – Commission services that ensure the delivery of high quality and safe care patients.</p> <p><b>3, Sustainability</b> – Commission services that ensure the delivery of high quality and safe care for patients in a manner that is sustainable for the whole health economy.</p> <p><b>4, Leadership</b> - The CCG needs to develop and implement robust governance and management arrangements to operate in a safe and sound manner.</p>							

<b>Recommendation(s):</b>
The Primary Care Commissioning Committee is asked to note the contents of the report.

<b>Executive Summary:</b>
<p><b>Key Issues:</b> The report provides information to the Committee regarding the financial position of the CCG’s delegated primary care commissioning budget.</p>

**Key Risks:**  
None – Individual commissioning issues presenting a risk to the CCG will continue to be presented to the Committee as separate items.

**Implications / Actions for Public and Patient Engagement:**  
None

**Financial Impact on the CCG:**  
The report is presented to the Committee purely for information and will not require a decision that may impact upon the financial position of the CCG.

<b>Strategic Objective(s) supported by this paper:</b>	<b>Please select (X)</b>
Support continuous quality improvement within existing services including General Practice	
Commission a range of health services, including an increasing range of integrated services, appropriate to our population's needs	X
Develop our system leadership role (in the context of an integrated health and care system) and our effectiveness as a partner	
Continuously improve our organisation and support our staff to excel	

<b>Impact assessment:</b> (Including Health, Equality, Diversity and Human Rights)	n/a
---	-----

<b>Conflicts of Interest</b> Describe any possible Conflicts of interest associated with this paper, and how they will be managed	n/a
--	-----

<b>Lead Director</b>	Caroline Rea, Director of Primary Care and ICC Development
<b>Presented By</b>	Charles Welbourn, Chief Finance Officer
<b>Contact Details</b>	<a href="mailto:Charles.Welbourn@northcumbriaccg.nhs.uk">Charles.Welbourn@northcumbriaccg.nhs.uk</a>
<b>Date Report Written</b>	12 <sup>th</sup> September 2019

## North Cumbria CCG

### Delegated Primary Care Budgets - Financial Summary period ended 31 August 2019

#### 1.0 Summary Position

Table 1 below sets out the year to date position and the forecast outturn position as at 31 August 2019.

**Table 1**

FMR Heading	Annual Budget 2019-20	YTD Budget	YTD Actual	YTD Variance	EOY Forecast	EOY Variance
General Practice - GMS	28,605	11,919	11,932	13	28,656	51
General Practice - PMS	807	336	339	2	813	5
General Practice - APMS	3,210	1,338	1,336 -	2	3,206 -	4
QOF	4,952	2,063	2,077	14	4,965	14
Enhanced Services	1,020	576	519 -	57	962 -	58
Premises Cost Reimbursement	4,282	1,784	1,816	32	4,291	9
Other Premises Cost	121	50	50	0	121	-
Dispensing/Prescribing Drs	2,290	954	960	6	2,296	6
Other GP Services	1,335	556	555 -	1	1,333 -	2
Primary Care Networks	1,615	522	515 -	7	1,594 -	21
Reserves	121	-	-	-	121	-
<b>Total</b>	<b>48,358</b>	<b>20,098</b>	<b>20,098 -</b>	<b>0</b>	<b>48,358</b>	<b>0</b>

#### 2.0 Issues and Risks

The CCGs delegated initial primary care allocation for 2019-20 is £47,884k. This has increased from £46,749k in 2018-19, representing growth of 2.43%. This is net of the national indemnity top slice to fund the new GP indemnity scheme; a reduction of £1,419k for the CCG. Additional allocation adjustments for dispensing of £274k and premises of £200k have since been received. The current allocation for 2019-20 is £48,358k.

National changes to the GP contract in 2019-20 have caused additional pressures to the CCG. The net global sum payment has increased from £84.63 to £85.55; this growth of 1.09% represents a pressure to the CCG. Based upon the weighted lists size data issued on 1<sup>st</sup> January 2019 this totals £347k.

Planning guidance also outlines additional money to be set for Primary Care Networks (PCNs). The elements include; Additional Roles (£1.84 per head), Clinical Lead (£0.52 per head) and Participation (£1.76 per head). The additional cost of the PCNs equates to £1,258k. Extended Access costs of £357k for the new DES are also anticipated.

The national contract also outlines changes to MPIG and Seniority of £0.39 and £0.44 respectively.

As at month 5 the CCG are forecasting a breakeven position. Although pressures of £56k are recognised in the general practice lines of the report due to list size changes and the prior year impact of QOF (£14k), these are being offset through the release of prior year savings within enhanced services of £58k.

Primary Care Networks (PCNs) are currently showing a small underspend of £21k but will require further monitoring in year. As these are new schemes there may be delays in uptake which may threaten full spend in year e.g. ability to recruit to all the Additional Role posts.

As risks remain in relation to locum reimbursement for sickness and maternity and potential changes in list size data the reserves of £121k are being held within the position.