

Agenda item: 16

Paper no: 14

Title of Report:	Guildford & Waverley CCG Finance Report Month 12 (March 2019)	
Status:	TO NOTE	
Committee:	Primary Care Commissioning Committee in Common Part One	Date: 10/05/2019
Venue:	Cedar and Hazel Room, First Floor, SD CCG, Cedar Court, Guildford Road, Leatherhead, Surrey, KT22 9AE	

Presented by:	Claire Fuller, Deputy Chief Finance Officer	
Executive Lead sign off:	Claire Fuller, Deputy CFO	Date: 26/04/2019
Author(s):	Mandeep Singh, Primary Care Finance Manager	

Governance:

Conflict of Interest: The Author considers:	None identified	✓
Previous Reporting: (relevant committees/ forums this paper has previously been presented to)	Guildford & Waverley CCG Primary Care Operational Group 26 th April 2019	
Freedom of Information: The Author considers:	Open – no exemption applies	✓

Executive Summary:

The financial position as reported to NHS England at Month 12 for delegated co-commissioning budgets is an underspend of £75k.

Implications:

What is the health impact/ outcome and is this in line with the CCG's strategic objectives ?	Primary Care development	
What is the financial/ resource required?	As set out in this report	
What legislation, policy or other guidance is relevant?	n/a	
Is an Equality Analysis required?	n/a	

Any Patient and Public Engagement/ consultation required?	n/a
Potential risk(s) ? (including reputational)	All risks have been identified within the report

Recommendation(s):

The Primary Care Co-Commissioning Committee in Common is asked to:

- (1) Note the risks and assumptions described within the report
- (2) Note the forecast position as reported to NHSE at Month 12

Next Steps:

The Committee will continue to receive regular financial updates.

Guildford & Waverley CCG
Primary Care Finance Report March 19 (Month 12 2018/19)

1. Overview of Month 12 Financial Position

1.1. The purpose of this paper is to update the Primary Care Co-Commissioning Committee on the Month 12 (end of March) financial position for delegated co-commissioning allocations.

2. Co-Commissioning Budgets

2.1. The CCG is reported a £75k underspend at the year end position. A detailed breakdown of delegated co-commissioning budgets is detailed in Appendix A.

2.2. An analysis of the financial position is provided below;

	Annual Budget	YTD Budget	YTD Spend	YTD Variance	YE Forecast	YE Variance
	£000s	£000s	£000s	£000s	£000s	£000s
GMS/PMS and APMS Contract Payments	18,540	18,540	18,727	188	18,727	188
Enhanced Services	368	368	304	(64)	304	(64)
Quality Outcomes Framework	2,340	2,340	2,340	(0)	2,340	(0)
Premises Reimbursements	2,938	2,938	3,122	184	3,122	184
PCO Administered	1,248	1,248	1,421	172	1,421	172
NHSE Managed Contracts	40	40	45	5	45	5
Locally Commissioned Services	70	70	117	47	117	47
Primary Care Team	187	187	221	34	221	34
Primary Care Non Pay	35	35	66	31	66	31
Contingency	133	133	0	(133)	0	(133)
Surplus / Risk Reserve	540	540	0	(540)	0	(540)
	26,438	26,438	26,363	(75)	26,363	(75)

i. GMS, PMS and APMS Contract Payments

2.3. The financial position as at as at Month 12 shows a year end overspend of £188k, which included the GP Pay award uplift backdated to April 2018 (£213k) which was not funded by NHS England.

ii. Enhanced Services

2.4. The enhanced services budget funds services that the CCG is required to offer to contractors and is linked to national priorities (extended hours, learning disabilities and violent patients). This distinguishes these services from any locally commissioned enhanced services that may also be offered. There was an underspend of 64k at year end due to a release of an accrual for a practice no longer offering the extended hours service.

iii. Quality Outcomes

2.5. Payments relating to the Quality Outcomes Framework are automatically calculated by the Calculating Quality Reporting Service (CQRS). An aspiration payment based on 17/18 achievement is being made to practices, however the final outturn will not be known until May 2019, when the data is available. A breakeven position has been reported at Month 12.

iv. Premises Costs

- 2.6. The position for reimbursable practice costs (rent, rates and water) was overspent by £184k at month 12. This is due to rent reviews and rates adjustments alongside the impact of “True Up” charges for 2017/18.
- 2.7. Work continues with those practices in NHS Property Services (NHSPS) premises to reconcile the 2016/17 and 2017/18 non-reimbursable costs.

v. PCO Administered Costs

- 2.8. At month 12 there was an overspend of £172k. This was mainly driven by the rate of locum reimbursement and additional GPs being accepted upon the GP Retainer Scheme.

vi. NHSE Managed Budgets

- 2.9. Under delegated co-commissioning arrangements, a small number of services continue to be managed by NHSE on a Surrey / Sussex wide basis, namely, interpreting, occupational health, all forecast on budget. There was a small overspend of £5k at Month 12.
- 2.10. Clinical waste management transferred to the CCG from the 1st April, and the transfer of interpreting services from 1st October 2018.

vii. Locally Commissioned Services

- 2.11. The locally commissioned enhanced services budget relates to the £70k that has been released following the PMS review and reflects savings generated from practices converting to GMS from 1st July 2016, net of the transitional funding provided. The year-end position was an overspend of £47k.

viii. Primary Care Team

- 2.12. The estimated costs of the Primary Care team have been charged against the co-commissioning budget. A reconciliation of full actual costs led to a £34k overspend at year end.

ix. Reserves

- 2.13. The CCG had an indicative budget surplus of £540k for primary care co-commissioning, being the difference between the ‘top-down’ allocation it received and the ‘bottom-up’ budgets set based on the 2018/19 GMS contract and informed by historic spend.
- 2.14. In addition the 0.5% contingency reserve of £133k, in accordance with NHSE business rules. This was released at Month 12. In year there was £230k for GPFV allocations transferred to the CCG programme allocation.
- 2.15. The PCCC agreed to fund the Locally Commissioned Service (LCS) for Mental Health (SMI) checks which commenced from October and the shared care ADHD LCS from the reserve. In addition it was agreed that the caps upon the 12 Lead ECG and Spirometry LCS’s are to be lifted. These have been funded from the budget surplus.

- 2.16. The balance of reserves was required to fund the DDRB pay award cost pressure and the impact of any additional estates costs from NHSPS 'true-up' exercise.

Primary Care Co-Commissioning Budget Tracker

	Annual Budget (M10)	Movement	Annual Budget (M11)
	£000s	£000s	£000s
Global Sum / MPIG	13,685		13,685
GMS Transitional Relief	107		107
PMS Contracts	4,608		4,608
PMS Other	140		140
PMS Premium Release	0		0
GMS/PMS and APMS Contract Payments	18,540	0	18,540
Extended Hours	253		253
Learning Disabilities	66		66
Dispensing Quality Scheme	46		46
Violent Patients	3		3
Enhanced Services	368	0	368
Aspiration	1,703		1,703
Achievement	637		637
Quality Outcomes Framework	2,340	0	2,340
Rent	2,373		2,373
Rates	371		371
Water	23		23
Clinical Waste	115		115
Premises Other	56		56
Premises Reimbursements	2,938	0	2,938
Seniority	307		307
Locum Payments	203		203
PADM / Dispensing	132		132
GP Fees Dispensing	597		597
GP Prescriptions Income	(167)		(167)
GP Retainers	37		37
CQC Fees	139		139
PCO Administered	1,248	0	1,248
Interpreting Services	23		23
Syringes	17		17
CQC Fees	0		0
NHSE Managed Contracts	40	0	40
Primary Care Team	187		187
Primary Care Non Pay	35		35
Primary Care Team	222		222
Locally Commissioned Services	70		70
Indemnity/GPFV (Training, Imp Access, Online)	0		0
0.5% Contingency	133		133
Surplus / Risk Reserve	540		540
Total	26,438	0	26,438

Appendix B.

Primary Care Network Development Fund (£1 per Head)

Network	List Size	Amount Due 70p	Amount Claimed 70p	Amount Due 30p	Amount Claimed 30p
East Waverley	60,045	£42,032	£42,032	£18,014	
West of Waverley	46,757	£32,730	£32,730	£14,027	
North Guildford	60,706	£42,494	£42,494	£18,212	£18,212
Guildford East	57,798	£40,459	£40,459	£17,339	
Total	225,306	£157,714	£157,714	£67,592	£18,212

The above table shows the claims made by networks for the first £0.70 per head of population of the £1 per head PCN development funds. The final £0.30 can be claimed in April.

GP Transformation Funding (£1.50 per Head)

Network	List Size	Amount Due	Amount Claimed
East Waverley	60,045	£83,439	£83,439
West of Waverley	46,757	£64,387	£64,387
North Guildford	60,706	£84,381	£84,381
Guildford East	57,798	£80,339	£80,339
Total	225,306	£312,546	£312,546

The table above shows claims made against the 2018/19 £1.50 per head GP transformation funds.