**Report to: Primary Care Co-Commissioning Committee**

**Date of meeting: 10/08/2021**

**Date paper distributed: 02/08/2021**

**Subject: Primary Care Commissioning Finance Report**

**Presented by: Jo Horsfall**

**Previously distributed to: N/A**

**STATUS OF THE REPORT**

**Decision required**

**For Discussion to give Assurance**

**For Information**

**Report Exempt from Public Disclosure**   No  Yes

|  |  |
| --- | --- |
| **PURPOSE OF REPORT:** | To provide an update on the financial position of the budgets within the scope of Primary Care for both NEL CCG & NELC for the period ending 30th June 21 |
| **Recommendations:** | To note the year-to-date financial position for Primary Care budgets for the period ending 30th June 21 |
| **Clinical Engagement** | N/A |
| **Patient/Public Engagement** | N/A |
| **Committee Process and Assurance:** | N/A |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Link to CCG’s Priorities** | * Sustainable services * Empowering people |  | * Supporting communities * Fit for purpose organisation |  |
| **Are there any specific and/or overt risks relating to one or more of the following areas?** | * Legal * Finance * Quality * Equality analysis (and Due Regard Duty) |  | * Data protection * Performance * Other |  |

**Provide a summary of the identified risk**

|  |
| --- |
| Risk around the ability to recruit staff to the Additional Roles Reimbursement Scheme (ARRS) remains, we are linking in with PCN’s to keep up to date with where they are with the recruitment process.  The shortfall in additional funding able to be drawn down from the center if we manage to recruit in full (details provided in report circulated for June 21 meeting). If recruitment goes as planned, we expect the risk around the shortfall in additional funding that can be drawn down from the center to be £190K. |

Co-commissioning summary

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | **YTD budget (£'000)** | **YTD actual (£'000)** | **YTD variance (£'000)** |  | **M1-M6 budget (£'000)** | **M1-M6 FOT variance (£'000)** |
| Other - GP Services | 140 | 141 | 1 |  | 272 | 0 |
| Other List-Based Services (APMS incl.) | 570 | 555 | -15 |  | 1,147 | 0 |
| Premises cost reimbursements | 1,483 | 1,497 | 14 |  | 2,967 | 0 |
| Other premises costs | 21 | 19 | -2 |  | 42 | 0 |
| General Practice - PMS | 4,168 | 4,153 | -15 |  | 8,337 | 0 |
| General Practice - GMS | 65 | 65 | 0 |  | 131 | 0 |
| Community Base Services | 0 | 0 | 0 |  | 0 | 0 |
| QOF | 666 | 666 | 0 |  | 1,332 | 0 |
| Enhanced services | 144 | 144 | 0 |  | 289 | 0 |
| **TOTAL** | **7,258** | **7,240** | **-17** |  | **14,516** | **0** |

YTD underspend of £17K is due to:

* Other list-based services £15K under spend due to dispensing fees for April being lower than planned, May and June values are estimated due to the delay in receiving data.
* Premises cost reimbursement £14K over spend due to slight variations on rent and rates expenditure compared to the assumptions made during planning
* General practice PMS £15K under spend due to demographic growth for Q1 being lower than planned

Core Primary Care summary

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | **YTD budget (£'000)** | **YTD actual (£'000)** | **YTD variance (£'000)** |  | **M1-M6 budget (£'000)** | **M1-M6 FOT variance (£'000)** |
| £1.50 per head PCN Development Investment | 64 | 64 | 0 |  | 128 | 0 |
| Community Base Services | 1,741 | 1,693 | -34 |  | 3,233 | 0 |
| GP IT Costs | 268 | 283 | 11 |  | 586 | 0 |
| PC - Other | 0 | 0 | 0 |  | 0 | 0 |
| **TOTAL** | **2,073** | **2,040** | **-33** |  | **3,948** | **0** |

YTD underspend of £33k is predominantly due to activity on enhanced services being lower than planned for the first quarter.

Budget adjustments:

The budget transfer of £978K, from delegated to core primary care, which had been confirmed in the last report has been actioned.

Since the last report, the core primary care budget has increased by £167K. This is due to the following adjustments:

* £235K additional allocation received for Q1 GP COVID Expansion Fund, this will be paid to PCN’s on submission of plans. We are expecting to receive a further £117K for Q2.
* £-44K adjustment due to 20-21 expenditure which had previously been estimated has now been confirmed.
* £-24K transfer to NHSE for the GP appraisal and peer support scheme. From April 21 the responsibility for paying for this scheme transferred from NEL CCG to NHSE, this transfer aligns the funding with the change in responsibility.

NELC Commissioned Schemes

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | **YTD budget (£'000)** | **YTD actual (£'000)** | **YTD variance (£'000)** |  | **Annual budget (£'000)** | **FOT variance (£'000)** |
| LARC fits and removals | 24 | 12 | -12 |  | 98 | -2 |
| Health checks | 12 | 1 | -11 |  | 50 | 0 |
| Stop smoking service | 5 | 4 | -1 |  | 20 | 0 |
| Substance misuse | 31 | 125 | 94 |  | 125 | 0 |
| **TOTAL** | **72** | **142** | **70** |  | **293** | **-2** |

The YTD over spend of £94K on the Substance misuse scheme is due to budget phasing, this is forecast to break even by the end of the year.