

WOLVERHAMPTON CCG

Public Primary Care Commissioning Committee
7th August 2018

TITLE OF REPORT:	Financial Position as at Month 3, June 2018
AUTHOR(s) OF REPORT:	Sunita Chhokar-Senior Finance manager
MANAGEMENT LEAD:	Tony Gallagher, Chief Finance Officer
PURPOSE OF REPORT:	To report the CCG financial position at Month 3, June 2018
ACTION REQUIRED:	<input type="checkbox"/> Decision <input checked="" type="checkbox"/> Assurance
PUBLIC OR PRIVATE:	This Report is intended for the public domain
KEY POINTS:	<ul style="list-style-type: none"> • M3 assumed breakeven • Financial metrics being met • Additional allocations
RECOMMENDATION:	The Committee note the content of the report
LINK TO BOARD ASSURANCE FRAMEWORK AIMS & OBJECTIVES:	
1. Improving the quality and safety of the services we commission	<u>Ensure on-going safety and performance in the system</u> Continually check, monitor and encourage providers to improve the value for money of patient services ensuring that patients are always at the centre of all our commissioning decisions to ensure the right care is provided at the right time in the right place
2. Reducing Health Inequalities in Wolverhampton	<u>Improve and develop primary care in Wolverhampton –</u> Delivering a robust financial management service to support our Primary Care Strategy to innovate, lead and transform the way



	<p>local health care is delivered, supporting emerging clinical groupings and fostering strong local partnerships to achieve this</p> <p><u>Support the delivery new models of care that support care closer to home and improve management of Long Term Conditions</u> by developing robust financial modelling and monitoring in a flexible way to meet the needs of the emerging New Models of Care.</p>
<p>3. System effectiveness delivered within our financial envelope</p>	<p><u>Continue to meet our Statutory Duties and responsibilities</u> Providing assurance that we are delivering our core purpose of commissioning high quality health and care for our patients that meet the duties of the NHS Constitution, the Mandate to the NHS and the CCG Improvement and Assessment Framework</p> <p><u>Deliver improvements in the infrastructure for health and care across Wolverhampton</u> The CCG will work with our members and other key partners to encourage innovation in the use of technology, effective utilisation of the estate across the public sector and the development of a modern up skilled workforce across Wolverhampton.</p>



1. Delegated Primary Care

Delegated Primary Care Allocations for 2018/19 as at month 3 are £36.267m. The forecast outturn is £36.267m delivering a breakeven position.

The CCG planning metrics for 2018/19 as follows;

- Contingency delivered across all expenditure areas of 0.5%
- Non Recurrent Transformation Fund of 1%. The CCG is not required to deliver a surplus of 1% on their GP Services Allocations.

2. Allocations

- The CCG at month 3 has received an allocation of £823k from NHSE to fund GPFV Improving Access to General Practice. The allocation is non recurrent for 18/19 only.
- The CCG has also been notified of a further £285k for accelerating the trajectory for GP access. The allocation should be received in month 4.
- In month 3 the budget was reduced by £285k on a non recurring basis as a result of national guidance whereby the inflationary costs associated with GP indemnity funding for GPFV programmes was funded in delegated budgets in error when in fact they should be in CCG Primary Care budgets.

3. M03 Forecast position

	YTD budget £'000	YTD spend £'000	YTD Variance £'000 o(u)	Annual Budget £'000	FOT £'000	Variance £'000 o(u)	In Month Movement Trend	In Month Movement £'000 o(u)	Previous Month FOT Variance £'000 o(u)
General Practice GMS	5,511	5,577	66	22,043	22,043	0	●	0	0
General Practice PMS	475	368	(107)	1,899	1,899	0	●	0	0
Other List Based Services APMS incl	603	670	67	2,412	2,412	0	●	0	0
Premises	704	616	(88)	2,817	2,817	0	●	0	0
Premises Other	24	12	(11)	94	94	0	●	0	0
Enhanced services Delegated	222	182	(40)	887	887	0	●	0	0
QOF	950	884	(67)	3,802	3,802	0	●	0	0
Other GP Services	441	759	317	1,765	1,765	0	●	0	0
Delegated Contingency reserve	46	0	(46)	183	183	0	●	0	0
Delegated Primary Care 1% reserve	91	0	(91)	366	366	0	●	0	0
Total	9,067	9,067	0	36,267	36,267	0	●	0	0

A full forecast review has been carried out in month 3 which includes the following updates:

- Global Sum has been updated based on Q1 list sizes 18/19
- Out of Hours has been updated based on Q1 list sizes 18/19
- QOF has been updated using the latest CQRS for 17/18 outturn
- Extended hours is based on £1.90 registered list size for Q1 18/19
- Violent Patients Forecasts are based on 17/18 outturn
- Minor Surgery Forecasts are based on 17/18 outturn plus demographic growth
- Premises Forecast is based on information provided by premises team



- Review of Locum reimbursements (maternity/paternity etc.) is based on approved applications to date.

4. Primary Care Reserves

- The forecast outturn includes a 1% Non-Recurrent Transformation Fund and a 0.5% contingency in line with the 18/19 planning metrics.
- In line with national guidance the 1% Non-Recurrent Transformation Fund can be utilised in-year non-recurrently to help and support the delegated services. This is still available at Month 3.
- The 0.5% contingency is still available at Month 3

5. PMS premium reserves

- The PMS premium will grow each year as a result of the transition taper of funding of PMS practices; as a CCG we need to ensure we have investment plans in place to recognise this increasing flexibility. Over the next four years the anticipated cumulative position of the PMS premium is shown in the table below and the actual resource flexibility will depend on how effective expenditure is controlled.

Year	£000
18/19	677,371
19/20	860,470
20/21	978,284
21/22	1,096,098

6. Conclusion

The CCG is monitoring the financial position of the GP Services budget and will report any variance accordingly on a quarterly basis, including the use of reserves and contingency funding. As the year progresses, more detailed reporting will be available. The position of the delegated budgets has to be seen within the context of the CCG financial position and resources should be committed during the financial year as carry forward of underspends is unlikely to be permitted.



Recommendations

The Committee is asked to:

- Note the contents of this report.
- Continue to mobilise plans for the PMS Premium investment to ensure expenditure is incurred by the 31st March 2019.

Name: Sunita Chhokar
Job Title: Senior Finance Manager
Date: 17/7/18

REPORT SIGN-OFF CHECKLIST

This section must be completed before the report is submitted to the Admin team. If any of these steps are not applicable please indicate, do not leave blank.

	Details/ Name	Date
Clinical View	NA	
Public/ Patient View	NA	
Finance Implications discussed with Finance Team	Sunita Chhokar	12/07/18
Quality Implications discussed with Quality and Risk Team	NA	
Equality Implications discussed with CSU Equality and Inclusion Service	NA	
Information Governance implications discussed with IG Support Officer	NA	
Legal/ Policy implications discussed with Corporate Operations Manager	NA	
Other Implications (Medicines management, estates, HR, IM&T etc.)	NA	
Any relevant data requirements discussed with CSU Business Intelligence	NA	
Signed off by Report Owner (Must be completed)	Lesley Sawrey	17/07/18

