

WOLVERHAMPTON CCG

Public Primary Care Commissioning Committee
4th February 2020

TITLE OF REPORT:	Primary Care- Financial Position as at Month 9, December 2019
AUTHOR(s) OF REPORT:	Sunita Chhokar - Senior Finance Manager Jonathan Mason, Senior Finance Manager
MANAGEMENT LEAD:	Tony Gallagher, Chief Finance Officer
PURPOSE OF REPORT:	To report the CCG financial position Month 9, December 2019
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"> Financial metrics being met Additional allocations Development budget is not being utilised
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 of the 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>
3. System effectiveness delivered within our financial envelope	<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>



Performance against budget

This report outlines the overall financial position within Primary Care. The report covers both Delegated Primary Care budgets related to core GMS/PMS and APMS Contracts and other Primary Care related expenditure such as locally commissioned schemes, GP IT, GP Forward View and Primary Care Prescribing.

As at Month 9 the CCG has a year to date underspend of £100k and a forecast outturn underspend of £3k. The following table analyses this position in detail:

	Budget YTD	Actual YTD	YTD Variance	Annual Budget	FOT	FOT Variance
	£'000	£'000	£'000	£'000	£'000	£'000
General Practice GMS	16,832	16,832	0	22,443	22,443	0
General Practice PMS	1,089	1,089	(0)	1,452	1,452	0
Other List Based Services APMS incl	2,058	2,058	(0)	2,744	2,744	0
Premises	1,804	1,804	0	2,406	2,406	0
Premises Other	43	43	0	58	58	0
Enhanced services Delegated	1,439	1,439	0	1,918	1,918	0
QOF	2,754	2,754	0	3,672	3,672	0
Other GP Services	2,160	2,589	429	2,880	2,880	0
Delegated Contingency reserve 0.5%	143	0	(143)	191	191	0
Delegated Primary Care 1% reserve	286	0	(286)	381	381	0
Sub total Delegated Commissioning	28,609	28,609	0	38,145	38,145	0
Locally Commissioned Services	655	591	(63)	873	784	(89)
GP Transformation Fund	331	331	0	441	441	0
	985	922	(63)	1,314	1,225	(89)
GP Forward View						
<u>Allocated to date</u>						
Reception & Clerical Training	185	185	0	246	246	0
Online consultation software	59	59	0	79	79	0
Access	1,308	1,308	0	1,744	1,744	0
Practice Resilience	56	56	0	74	74	0
GP Retention	211	211	0	281	281	0
Primary care Networks	316	316	0	421	421	0
Training Hubs	190	190	0	253	253	0
Fellowships - Core offer	170	170	0	227	227	0
Fellowship - Aspring Leaders	218	218	0	291	291	0
International Recruitment	5	5	0	6	6	0
	2,717	2,717	0	3,622	3,622	0
Primary Care Commissioning						
Commissioning Schemes	1,500	1,209	(291)	2,000	1,709	(291)
GP IM&T	626	626	(0)	835	835	0
NHS 111	673	707	35	897	971	74
Out of Hours- Vocare Northern Doctors	1,929	1,929	0	2,572	2,572	0
Prescribing Incentive Scheme	338	287	(50)	450	400	(50)
Prescribing	35,245	35,515	269	46,993	47,346	353
	40,310	40,273	(37)	53,747	53,832	86
Subtotal Primary Care Commissioning	44,012	43,912	(100)	58,683	58,679	(3)
TOTAL FORECAST 2019-20	72,621	72,520	(100)	96,828	96,824	(3)

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Delegated Primary Care

Delegated Primary Care allocations for 2019/20 as at M9 are £38.145m. The forecast outturn is £38.145m delivering a breakeven position.

The CCG planning metrics for 2019/20 are 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.

The 0.5% contingency and 1% reserves are showing an underspend year to date with expenditure being fully utilised on “other GP Services” line. In line with NHSE planning metrics no expenditure should be shown on the 0.5% contingency and 1% reserves but recorded against the appropriate lines.

The CCG has created a Development budget of £1m in 1920 from the following lines within the contract:

1920		
		£1m development pot- SC
GMS Contract	Annual Budget	Suggestion
Global Sum	22,520,536	
QOF	3,228,368	(100,000.00)
LES	1,680,316	(200,000.00)
Premises	2,289,995	
Other	2,909,302	(515,000.00)
APMS		
Global Sum	2,813,611	(30,000.00)
QOF	232,007	(25,000.00)
LES	112,960	
Premises	328,791	
Other	14,922	
PMS		
Global Sum	1,451,756	(80,000.00)
QOF	211,661	
LES	102,724	
Premises	119,717	
Other	128,334	(50,000.00)
	38,145,000	(1,000,000)

The above table indicates too much budget has been traditionally allocated to individual lines. By establishing a Development budget the CCG can focus on developing new schemes, pilots and

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moving at pace with new ways of working. As yet no schemes have so far been identified to utilise the £1m development budget.

Locally Commissioned Services

The table above shows a year to date underspend of £63k and a FOT underspend £89k. Practices submit a monthly claim form and payments are made accordingly. The CCG is assuming a continuation of the current level of claims in delivering a FOT. The current position indicates that claims are lower than the expected activity level. A final reconciliation will be completed once March claims have been processed. These services relate to Minor Injury, High Risk Drugs, Simple and Complex dressings, Testosterone, Denosumab, Ear Syringing, Suture Clip Removals etc.

GP Transformation Fund

The transformation fund is funded by the CCG based on practices joining a network. The practice is paid £1.50 based on weighted list size. This is a monthly payment made to the network. The CCG anticipates the FOT will be breakeven.

GPFV

GPFV schemes are funded from national monies provided by NHSE to deliver schemes in line with STP GP Forward View and comprise of:

- Reception & Clerical
- Online Consultation
- Access
- Practice Resilience
- GP Retention
- Primary Care Networks
- Training Hubs
- Fellowships - Core offer
- Fellowship - Aspiring Leaders
- International Recruitment

Since the last finance report (quarter 2) further allocations have been distributed to other CCGs within the Black Country STP in line with overall plans, totalling £1.165m.

As at M9, the position is reported as breakeven. Plans have now been signed off by the STP Board in terms of how the money will be spent. Depending on the scheme some further allocations will be transferred to other CCGs within the STP and in some cases invoices will be sent to Wolverhampton CCG in line with STP board agreement.

GP Access is a CCG scheme which is paid directly to the practice's in line with the Service Specification.

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Primary Care Commissioning

Commissioning Schemes

The CCG is expecting the FOT to show an underspend of £291k due to the underachievement of 2018/19 QOF+ of £140k. The balance of £150k is due to anticipated 2018/19 activity due to be paid for in 2019/20 not taking place.

NHS 111

The CCG is expecting the FOT to over spend by £74k due to transition from the current provider, Care UK to WMAS on 5th November 2019. The programme forecast has been updated to reflect the changes.

Prescribing Incentive

As per the quarter 2 report a benefit from the previous year of £50k has been received due to expenditure not being incurred by the practice

Prescribing

GP Prescribing is currently reporting an overspend of £269k for the year to date and a forecast overspend of £353k based upon 7 months data. This includes an assessment of the impact of new information being made available in regard to e.g. the Cat M price increase with effect from 1st August and the latest information in respect of NCSO.

The tables below provides, for information, the drug item volumes and value for the 12 months of 2018/19 and month 7 of 2019/20:

Drugs Volume	April	May	June	July	August	September	October	November	December	January	February	March
2018/19	437,361	478,614	477,699	468,043	463,317	479,940	497,784	497,785	472,139	487,166	435,162	463,833
2019/20	456,948	502,088	459,137	468,823	505,130	469,972	500,588					
Volume % Change	4.48%	4.90%	-3.89%	0.17%	9.02%	-2.08%	0.56%					

Drugs Value	April	May	June	July	August	September	October	November	December	January	February	March
2018/19	3,501,986	3,751,089	3,648,409	3,628,971	3,832,570	3,519,622	3,747,521	3,636,772	3,538,689	3,709,440	3,313,291	3,610,758
2019/20	3,548,555	3,919,257	3,620,060	3,695,526	4,041,065	3,726,661	3,780,851					
Value % Change	1.33%	4.48%	-0.78%	1.83%	5.44%	5.88%	0.89%					



Conclusion/ Recommendations

The Committee is asked to:

- Note the contents of this report in particular the position in respect of the £1m Development Budget.

Name: Sunita Chhokar, Jonathan Mason

Job Title: Senior Finance Manager

Date: 14/01/20

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	14/01/20
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	

