

## NHS Rotherham Clinical Commissioning Group Governing Body Weds 1<sup>st</sup> May 2013

### Financial Plan 2013-14

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#### 1. Introduction

The purpose of this paper is to provide a final plan position for 2013/14. Colleagues are asked to note the following:

- 1.1. Contract negotiations are now complete and the outcome is reflected in this paper.
- 1.2. Allocations are based upon the published resource allocation plus non recurrent amendments known to RCCG – minor updates are likely throughout the year.
- 1.3. The CCG plan has been approved by the RCCG Committee in March subject to any changes required.
- 1.4. The final plan was submitted to NHS England on the 17<sup>th</sup> April 2013.

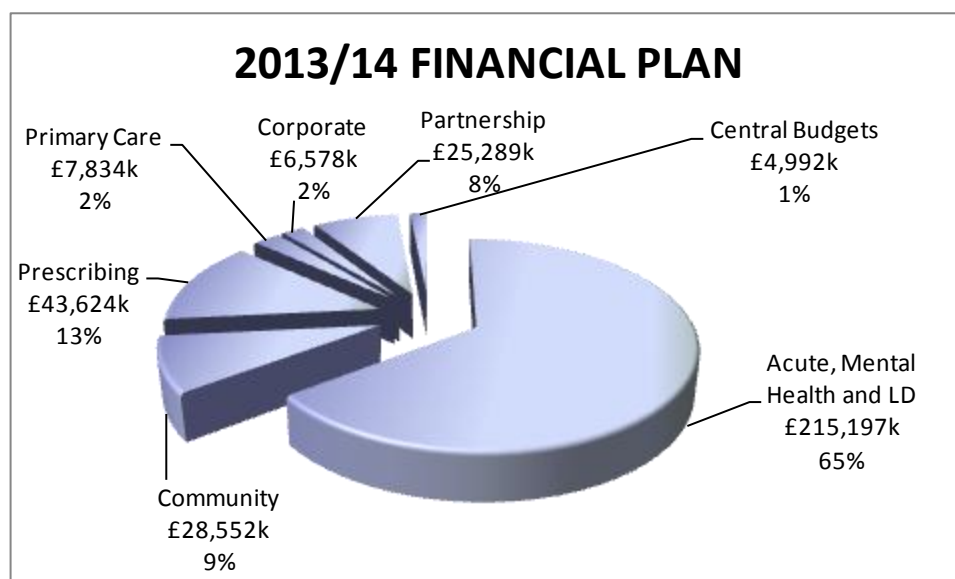
#### 2. CCG financial obligations

As reported in March and April the NHS Mandate prescribes that CCGs must achieve the following:

- 1% Operating Surplus £3.3m for RCCG
- 2% recurrent headroom £6.6m for RCCG
- 0.5% Contingency £1.7m for RCCG

#### 3. Rotherham CCG 2013/14 plan

The Pie Chart below illustrates the mix of the CCG's new portfolio at a summary level.



#### 4. Changes since April paper

##### 4.1. Specialised Services

The Specialised services contracting process has concluded and a non-recurrent adjustment to the CCG allocation has been agreed at £2.3m.

##### 4.2. QIPP

The QIPP plans have changed slightly since last month with the revised figures shown below. The principles and workstreams underpinning the **£5m** are documented within the QIPP section in the ACP describing the transformational programmes in more detail. The breakdown provided below is an extract from the ACP.

QIPP Plans 2013/14	2012/13 Plan	2012/13 Forecast	2013/14 Plan	2014/15
Medicines Management	(1,232)	(2,775)	(800)	(1,186)
Unscheduled Care	(4,829)	(4,840)	(1,558)	(1,561)
Clinical Referrals	(3,103)	(6,324)	(1,898)	(2,122)
Mental Health			(527)	(350)
Specialised services	(211)	(212)	NHSCB	
Corporate Services	(353)	(580)	(250)	
<b>TOTAL</b>	<b>(9,728)</b>	<b>(14,731)</b>	<b>(5,033)</b>	<b>(5,219)</b>

## 5. Budget Breakdown

DETAILED PLAN	£000	%
Rotherham NHS Foundation Trust	159,044	48%
Sheffield Teaching Hospitals NHS FT	18,231	5%
Rotherham, Doncaster & South Humber FT	27,985	8%
Doncaster & Bassetlaw Hospitals NHS FT	10,656	3%
Specialised Commissioning Group	4,120	1%
Other	23,713	7%
PMS & GMS	3,210	1%
Prescribing	43,624	13%
Other Commissioned Primary Care Services	4,623	1%
Corporate	6,578	2%
Jointly Commissioned Community Services	2,786	1%
Continuing Care & Free Nursing Care	18,152	5%
Learning Disabilities Commissioned by RMBC	3,308	1%
Social Care - RMBC	1,043	0%
Central Budgets	4,992	2%
<b>Grand Total</b>	<b>332,066</b>	<b>100%</b>

## 6. Risks

As reported last month, there are a number of risks to the financial plan. These are set out in more detail in the ACP together with mitigating actions but the key areas are as follows:

- 6.1. Specialised services will continue to present a risk to RCCG, the NHSCB and providers – risk share arrangements are in place for 2013/14 but it is likely that a review will be required to inform future years' plans – this is a national issue;
- 6.2. Management of long term conditions/unscheduled care;
- 6.3. Containing growth across the system;
- 6.4. Managing prescribing costs, NICE guidelines and high cost drugs;
- 6.5. Controlling continuing care costs;
- 6.6. Resilience and capacity to deliver the plan within the running costs envelope;
- 6.7. Interruption or cessation of service provision from providers failing to achieve the contract.

## 7. Conclusion

The financial plan acknowledges likely growth and risks, contains challenging QIPP plans and maintains a recurrent requirement of 2% headroom.

## 8. Recommendation

- 8.1. Members of the RCCG Committee are asked to note the update to the specialised services position and the final QIPP plans.
- 8.2. Members of the RCCG Committee are asked to ratify the final 2013/14 financial plan.