

# NHS Rotherham Clinical Commissioning Group

## Primary Care Committee 12<sup>th</sup> April 2017

### Finance Report

Lead Executive:	Keely Firth
Lead Officer:	Wendy Allott
Lead GP:	Richard Cullen

#### Purpose:

To brief members on the financial position at month 11.

#### Background:

The primary care allocation remains at £37.4m.

#### POSITION TO DATE AND FORECAST OUTTURN

##### 1. In Year Financial Position

Table 1 sets out the £37.4m allocation falling under the responsibility of the Primary Care Committee, the year to date financial position and the current assessment of forecast outturn. Prior month's figures are provided for information and significant variances described below.

**TABLE 1**

Area of Spend	Annual Budget £m	Month 11		Prior Month	
		Variance to Date	Forecast Outturn Variance	Variance to Date	Forecast Outturn Variance
		£m	£m	£m	£m
Premises Cost Reimbursement	3.0	0.0	0.0	(0.0)	(0.1)
Other Premises costs	0.4	0.0	0.0	(0.0)	(0.0)
Enhanced Services (DES + LES)	4.4	0.6	0.8	0.5	0.8
General Practice - APMS	0.8	0.0	0.0	0.0	0.0
General Practice - GMS	3.9	0.0	0.0	(0.0)	(0.0)
General Practice - PMS	19.9	(0.9)	(1.0)	(0.8)	(1.0)
Other GP Services	1.0	0.1	0.1	0.0	0.1
Other Misc - Reserves	0.5	(0.7)	(0.7)	(0.6)	(0.6)
QOF	3.5	(0.2)	(0.1)	(0.2)	(0.1)
<b>TOTAL</b>	<b>37.4</b>	<b>(1.1)</b>	<b>(0.8)</b>	<b>(1.1)</b>	<b>(0.9)</b>

#### Enhanced Services (DES & LES)

Expenditure against this line includes the PMS reinvestment schemes (described below under the General Practice-PMS line), the CCG's longer standing LES schemes and national DES schemes. At month 11 this line now also includes £0.2m year-to-date and £0.4m forecast outturn spend relating to a number of primary care developments. The additional investments, which manifest as overspends within this particular budget line are offset by the under-spend on the primary care reserve line below, effectively utilising that reserve to fund these developments.

As in previous months further detail on the financial performance of the PMS reinvestment schemes and the CCG's longer standing LES schemes is provided below. This analysis shows PMS reinvestment schemes continuing to performing close to plan in terms of both year-to-date and

forecast outturn positions, with more significant underspends on the longer standing LES schemes. (Please note that for the purpose of this sub-analysis notional budgets have been allocated against the PMS reinvestment schemes, whereas these budgets are permanently allocated to PMS Contract lines)

	Annual Budget	YTD Budget	YTD Actual (AP11)	YTD Variance	FCOT Spend	FCOT Variance
	£	£	£	£	£	£
PMS Reinvestment LES's	511,390	468,774	430,046	(38,728)	510,362	(1,028)
Quality Contract	460,689	422,298	422,298	(0)	460,689	0
<b>TOTAL PMS reinvestment monies</b>	<b>972,079</b>	<b>891,072</b>	<b>852,344</b>	<b>(38,728)</b>	<b>971,051</b>	<b>(1,028)</b>
BCF LES's (Over 75's , LTC Case Mgt, Care Homes )	2,145,002	1,966,217	1,442,188	(524,029)	1,691,932	(453,070)
All other LES's	1,046,799	959,464	917,706	(18,111)	1,007,112	(39,687)
<b>TOTAL Other LES</b>	<b>3,191,801</b>	<b>2,925,681</b>	<b>2,359,894</b>	<b>(542,140)</b>	<b>2,699,044</b>	<b>(492,757)</b>
<b>TOTAL ALL LES's</b>	<b>4,163,880</b>	<b>3,816,753</b>	<b>3,212,238</b>	<b>(580,869)</b>	<b>3,670,095</b>	<b>(493,785)</b>

### **General Practice – PMS**

This line includes allocations totalling £1.9m affected by NHSE's national equitable funding exercise. As funds are removed from PMS contracts via the equitable funding exercise, they are being made capable of being reinvested back with Rotherham GP Practices via a series of Local Enhanced Service (LES) schemes under the overall umbrella of the Rotherham Quality Contract. 2016-17 is year 2 of the 4 year exercise and as such 50% of the £1.9m funds will be withdrawn from PMS contracts during 2016-17, resulting in a forecast under-spend of £1.0m against the PMS line.

### **Other Misc. – Reserves**

The derivation of this budget line has been described in detail in previous reports. Whilst the reserve line is showing as under-spending it is being utilised along with funding contributions from NHSE, to offset expenditure being incurred elsewhere (see Enhanced Services section) in connection with a number of primary care developments including

Telephony  
 Saturday Hubs  
 Telehealth  
 Federation Manager  
 Federation Development Nurse  
 Care Navigation  
 Ardens Templates  
 Productive General Practice  
 Physio First pilot

## **2. QIPP Savings**

As previously reported these have been fully achieved for 2016-17

The following items remain under review:

## **3. NHS Property Services rent reviews**

- (i) NHS Property Services charges moved to a market rent valuations basis in 2016-17, the results of which alter both rental charges but also the related void and subsidy charges. Any change from this national exercise should ultimately result in a neutral circular flow of funds and the CCG have complied with NHSE's request, made to all CCG nationally, to make

payments in line with a commonly shared NHSE/NHSPS/CCG 2016-17 schedule.

- (ii) Despite complying at (i) above we continue to see a small number of invoices for rent out of line with the schedule, these are being challenged but pose a potential financial risk. In addition we understand NHS Property Services intend to carry out a 'trueing up' of the actual position for 2016-17 (old year) during May 2017 (new year), again posing a potential risk to the CCG. Estimates for both risks are being provided for in the reported financial position.

**Equality Impact:**

No new issues

**Financial Implications:**

None

**Human Resource Implications:**

No impact

**Procurement:**

No impact

**Recommendations:**

**Members of the Primary Care Committee are asked to:**

- I. **Note the latest analysis of expenditure in Table 1**
- II. **Note the area still under review nationally which may impact on future forecasting**