

Primary Care Committee 9 May 2018

Financial Plan for 2018/19

Lead Executive	Wendy Allott
Lead Officer	Keely Firth
Lead GP	Avanti Gunasekera

Purpose:

To update members of the financial plan which has been amended slightly from the plan approved in March.

Background:

As reported in March, the Primary Care (PC) Co-commissioning budget is made up of a number of components and set out below. The figures still include an estimate of the GP Access value (£0.85m) pending the receipt of the allocation from NHS England therefore the final allocation may change.

PRIMARY CARE BUDGET 2018/19	£m
2017/18 Delegated Budget	36.41
Additional Investment for Access (estimate)	0.85
National Growth	0.70
Less: Non Recurrent QIPP	(0.25)
Net investment from CCG allocation	1.60
2018/19 Budget within scope of PCC	39.31
Other investments:	
£1.50 (year 2 of £3 per head)	0.39
Commissioning LIS	0.24
Prescribing LIS	0.30
GP IT funded from CCG allocation	0.61
2018/19 budget for Primary Care in CCG commissioning plan	40.85

PRINCIPLES FOR 2018/19 BUDGET

- (i) **Table 1** at **Appendix A** sets out the proposed budget for 2018/19 for the whole of the £40.85m.
- (ii) The only amendment since the plan was approved in March is a transfer between the PMS line to the LES line of £0.49m to account for the final year of the national PMS deduction and subsequent investment in the Quality Contract.
- (iii) Growth of £0.7m has been received from NHSE; the national settlement has been announced and NHSE colleagues are currently working through the implications of the uplift and revising the contract values. This will be fed into the financial plan and an update will be provided at the next meeting. Early estimates suggest that the risk of the national settlement exceeding the increased allocation of £0.7m is highly likely to materialise. Due to the prudent management of the overall PC allocation in previous years there will be sufficient funding from central budgets to cover the difference which is likely to be around £0.2m.
- (iv) **Table 2** at **Appendix A** sets out the priorities for the use of the remaining Central Budget in 2018/19. This has been updated with a minor change regarding the national primary care uplift.

Equality Impact:

Quality Impact Assessment completed for the QIPP plan.

Financial Implications:

As reported

Human Resource Implications:

No impact

Procurement:

No impact

Recommendation

Members of the Primary Care Committee are asked to:

- (i) Acknowledge the plan at **Appendix A - Table 1** and note that this will be updated further to reflect the national settlement impact. The final split between the budget lines will alter after the budgets have been recalculated.
- (ii) Acknowledge the priorities for the use of the PC Central Budget at **Appendix A - Table 2** which is protected for primary care use only.

Table 1 below is a summary of the agreed plan for 2018/19 – this will be updated further to reflect the national settlement impact. The final split between the budget lines will alter after the budgets have been recalculated.

TABLE 1	2018/19 PROPOSED FINANCIAL PLAN	£m
PRACTICES	PMS/ GMS/ APMS Contract & QOF	26.73
PRACTICES	Primary Care DES, Quality Contract, LES	5.27
PRACTICES	Seniority Payments, Professional Fees	0.76
PRACTICES	Direct reimbursement to Practices for Premises/Rent	3.02
SUB TOTAL		35.78
All PC	Assumed growth from 17/18 <u>outturn</u>	0.40
All PC	Additional funding for Access - estimated at this stage as the allocation is not yet confirmed	0.85
OTHER	Includes Clinical Waste, Occ Health, CQC, Indemnity, Interpreter Fees, Cryotherapy service	1.03
NHSPS	Direct payments to NHS Property Services for void space and central charges includes £0.25m QIPP deduction	0.41
TRFT	GP IT services	0.61
Central	Central Budget which was £0.18m in 17/18 rising by £0.52m vired from LES	0.70
Central	£3 per head over 2 years - £1.50 in 2018/19	0.39
Central	National Growth funding	0.70
TOTAL		40.85

Table 2 below sets out the commitments against the Central Budget in 2018/19

Table 2: PROPOSED USE OF CENTRAL BUDGET 2018/19	£000s	£000s
OPENING BALANCE		1,787
Primary Care contract increase	(900)	} (1,465)
Development of Primary care APP (balance of funding required from central budget)	(40)	
Interpreter Fees	(19)	
Remote consultation	(25)	
SystemOne	(50)	
Telehealth	(40)	
£1.50 (year 2 of £3 per head)	(392)	
(Over)/ Undercommitment for 2018/19		322