

NHS Rotherham Clinical Commissioning Group

Primary Care Sub Group – 29 January 2020

Primary Care Committee – 12 February 2020

Finance Report for Month 9 ending 31 December 2019

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|-----------------|---|
| Lead Executive: | Wendy Allott, Chief Finance Officer |
| Lead Officer: | Louise Jones, Deputy Head of Financial Management |
| Lead GP: | Dr Avanthi Gunasekera, SCE GP Lead for Primary Care |

Purpose:

To inform members of the financial position at Month 9 (December.)

Background:

The Primary Care Co-commissioning budget of £38.13m was approved at the April 2019 Committee.

Primary Care Delegation Responsibility:

Does this paper relate to Rotherham CCG or delegated business?

| | |
|----------------------------------|---|
| Rotherham CCG | |
| Delegated | |
| Both Rotherham CCG and delegated | ✓ |

Please indicate which area of delegated responsibility this paper covers:

| | |
|---|---|
| Commissioning, procurement and management of GMS,PMS and APMS contracts including taking contractual action | |
| Newly designed enhanced services (including DES) | |
| Local incentive schemes | |
| Discretionary payments | |
| Commissioning urgent care for out of area registered patients | |
| Planning Primary medical care services (PMCS) | |
| Managing practices with CQC / quality concerns | |
| Decisions on premise cost directions | |
| Planning the commissioning of PMCS | |
| Manage the delegated allocation for commissioning of PMCS | ✓ |
| Assurance to the governing body on the quality and safety of PMCS | |

Analysis of key issues and of risks

1. In Year Financial Position and Forecast Outturn

Table 1 sets out the year to date variance at Month 9 and the forecast outturn. The table is split into two;

- (i) £38.13m allocation falling under the responsibility of the Primary Care Committee (PCC)
- (ii) £6.27m from the CCG's commissioning allocation which does not fall within the PCC remit (for information).

| Table 1 - Primary Care monthly finance position. | 19/20 Approved Plan £m | Variance at Month 9 (under) / over £m | FOT Variance (under) / over £m | |
|--|---------------------------|---|--------------------------------------|--------|
| PMS/ GMS/ APMS Contract & QOF | 28.89 | (0.05) | (0.06) | Note 1 |
| Additional Roles, Clinical Lead, PC Network Participation | 1.00 | (0.11) | 0.00 | Note 2 |
| Primary Care ES, PMS Premium reinvestment e.g Quality contract | 2.39 | 0.03 | 0.04 | Note 5 |
| Direct reimbursement to Practices for Premises/Rent | 3.04 | 0.05 | 0.06 | Note 3 |
| Seniority payments, professional fees, discretionary spend | 0.90 | 0.04 | 0.03 | |
| Central GP Services e.g. clinical waste, interpreter fees etc. | 0.26 | (0.02) | 0.01 | |
| NHS Property Services void space and subsidies | 0.48 | 0.03 | 0.03 | |
| Central Budget | 1.16 | (0.79) | (0.12) | Note 4 |
| Total: Delegated primary care medical services | 38.13 | (0.82) | (0.00) | |
| CCG Local Enhanced Services | 2.44 | (0.04) | (0.06) | Note 5 |
| GP IT | 0.91 | 0.00 | 0.00 | |
| Commissioning and Prescribing LIS | 0.54 | 0.00 | 0.00 | |
| PCN Administration fee £1.50 p/ head | 0.40 | 0.00 | 0.00 | |
| Improving Access | 1.60 | 0.00 | 0.00 | |
| Other | 0.38 | 0.00 | 0.00 | |
| Total: Other primary care | 6.27 | (0.04) | (0.06) | |
| TOTAL ALL | 44.40 | (0.86) | (0.06) | |

Note 1 – Contract & QOF

Budgets are set on list sizes in January and adjusted for growth in April, July, October and January. Growth is based on previous years rate of 0.7% but is currently at 0.5% resulting in an underspend of £0.06m.

Note 2 - Additional Roles

Primary Care Networks (PCN's) can claim for an additional Clinical Pharmacist (CP) and an additional Social Prescribing Link Worker (SPLW) over and above their current staffing levels in these posts at 31st March 2019. The CCG will reimburse 70% of the gross cost of a CP and 100% of the SPLW up to specified values determined by NHSE.

Claims up to the end of January have been received. All 6 CPs and 6 SPLW's posts are now in post. Based on current staff in post, an underspend of £0.14m is forecast at the end of the year. NHSE have now confirmed this underspend will not be clawed back, therefore PCNs are working closely with Connect Healthcare Rotherham to minimise this underspend by bringing forward the recruitment of future years posts.

Note 3 – Rates and Professional Fees.

The forecast for rates has been adjusted based on charges incurred to date. The budget for professional fees was set at 18-19 outturn and costs in 2019-20 are expected to exceed this based on charges received so far this year.

Note 4 – Central Budget

After funding in year overspends and agreed investments up to £0.96m remains available currently for investment, proposed as follows:

| Table 2 - Central budget investment schemes | £m |
|--|-------------|
| Physio First contract shortfall | 0.07 |
| £1 per head Winter Sustainability for practices | 0.27 |
| Training to support delivery of LESs | 0.05 |
| Ambulatory Care | 0.13 |
| Workforce management tool software | 0.09 |
| Incentivisation patient registration on APP | 0.05 |
| Telephony in practices | 0.05 |
| Other | 0.25 |
| Total | 0.96 |

Note 5 – Local Enhanced Services, Enhanced Services and Quality Contract

| Table 3: BREAKDOWN OF SCHEMES | Annual Budget | YTD Budget | YTD Actual (Dec 19) | YTD overspend/ (underspend) | FOT Spend | FOT overspend/ (underspend) |
|---|---------------|-------------|---------------------|-----------------------------|-------------|-----------------------------|
| | £m | £m | £m | £m | £m | £m |
| PMS Reinvestment LESs | 0.47 | 0.35 | 0.34 | (0.01) | 0.46 | 0.00 |
| Quality Contract | 1.43 | 1.07 | 1.08 | 0.01 | 1.43 | 0.00 |
| National Enhanced Services (ES) | 0.49 | 0.37 | 0.40 | 0.03 | 0.53 | 0.04 |
| TOTAL Delegated | 2.39 | 1.79 | 1.82 | 0.03 | 2.43 | 0.04 |
| Case Management, Over 75's & Care Homes | 1.35 | 1.01 | 1.00 | (0.01) | 1.33 | (0.02) |
| All other LESs (Core) | 1.09 | 0.82 | 0.79 | (0.03) | 1.05 | (0.04) |
| TOTAL Other LESs | 2.44 | 1.83 | 1.79 | (0.04) | 2.38 | (0.06) |
| TOTAL ALL LESs | 4.83 | 3.62 | 3.61 | (0.01) | 4.81 | (0.02) |

Underspends are on CCG's local enhanced services (LESs) are largely attributable to:

- (i) The anticoagulation LES where activity levels are reducing as patients move off warfarin and onto new anticoagulants that don't require monitoring.
- (ii) Under activity on case management and care homes (offset by overspends on annual health review)

Overspend on National Enhanced Services relates to over-performance on the Learning disability health check across the majority of practices.

2. 2020/21

PMS / GMS reinvestment

The PMS equitable funding review will release £0.5m of recurrent funds in 2020-21. In terms of reinvestment back in to primary care, network clinical directors have opted for an innovation fund for PCN projects linked to population need and the CCG commissioning plan. PCN bids have now been received and reviewed and the next step is to discuss with PCNs, seeking clarification where required in order to update and approve projects for commencement in April 2020.

Patient, Public and Stakeholder Involvement:

No new issues

Equality Impact:

As reported

Financial Implications:

N/A

Human Resource Implications:

N/A

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|--|
| Procurement Advice: |
| N/A |
| Data Protection Impact Assessment: |
| N/A |
| Approval history: |
| The financial plan was approved at the Committee in April 2019. |
| Recommendations: |
| Members of the Primary Care Committee are asked to; (i) note the financial position and supporting information provided in the report; (ii) support the suggested use of the central budget. |
| Paper is for Noting / Support |