

PCCC21/033

PRIMARY CARE COMMISSIONING COMMITTEE

Title of paper	Primary Care Finance Report		
Agenda item	12	Date of meeting	22 September 2021
Director lead	Roshan Patel, Chief Finance Officer		
Clinical lead (if applicable)	N/A		
Author	David Bailey, Deputy Chief Finance Officer		

Purpose	For decision	<input type="checkbox"/>
	To ratify	<input type="checkbox"/>
	To discuss	<input type="checkbox"/>
	To note/receive	<input checked="" type="checkbox"/>

Link to strategic objective	Strategic planning and engagement: Develop a robust financial strategy and capital plan that underpins our system strategy and leads to financial stability in Hampshire and Isle of Wight
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Executive Summary

NHS Hampshire, Southampton and Isle of Wight CCG has delegated responsibility for the local primary care delegated budgets alongside the GP locally commissioned services and prescribing covering all five local places. In order for the Committee to monitor this delegated function, a Primary Care Finance Report is produced by the CCG on a monthly basis.

The finance tables that follow show the financial position and forecast as at month 5 for all the CCG Primary Care budgets in totality.

- Table 1 shows a high level total CCG summary of all the Primary Care budgets and prescribing.
- Table 2 shows a breakdown of the CCG Primary Care Delegated budget.

The CCG only has allocation confirmed for Half Year 1 (month 1 – month 6), so both the budgets and the forecasts stated in the reports are reflective of this period only.

As at month 5 the CCG is not reporting any significant year to date or forecast variances on the overall Primary Care budget (delegated and non-delegated). However, there are some overspends and underspends across some of the different categories within the delegated budget as table 2 shows:

- Quality and Outcomes Framework (QOF): The Year To Date and Forecast Outturn overspend on QOF is due to the impact of the increased QOF points and pounds for 2021/22. However, the CCG has specific budget for this in reserves and will look to move this into the delegated budget in the coming months as part of H2 planning, Therefore, this current shortfall is fully mitigated.
- Other – GP Services: This overspend is driven by locum cost pressures re: maternity and sickness claims. This is an area of spend which is outside of the control of the CCG as reimbursable locum cover is variable and cannot be predicted.
- General Practice – General Medical Services (GMS): The large underspend within this category of spend is due to some contingency held as well as budget for list size growth that has not materialised to levels assumed Year To Date.

Despite the variances across some of the categories the overall variance in totality for the Primary Care budget is on plan due to the overspends and underspends referenced above predominantly offsetting, as well as having a mitigation already in place to cover off the additional QOF costs.

The CCG currently has a value on the balance sheet to cover historic rent reviews, which on average is calculated at 3% growth on existing valuations, so are assured that any rent increases upon District Valuer valuations are fully covered.

The budget of £3,728k on system schemes (table 1) all relates to the Covid Expansion funding, with the total budget all phased into the year date position with the full expenditure accrued to highlight that this has been fully committed.

Prescribing: As shown on table 1 the budget for prescribing is overspent Year To Date by just over £1m and is forecasted to continue to overspend for the remainder of H1. Costs in June were significantly higher than was originally predicted, with the impact of coming out of lockdown being a potential factor behind this. The CCG currently only has three months worth of prescribing data so it is still early in the year to come to firm conclusions given the variability in this programme area and much could still change. The overspend in prescribing is currently being managed by underspends elsewhere in the CCG, mainly through the release of CCG reserves.

Recommendations	The Primary Care Commissioning Committee are asked to note the Primary Care Finance Report and its contents.
Publication	Include on public website ✓

Please provide details on the impact of following aspects	
Equality and quality impact assessment	This paper does not request decisions that impact on equality and diversity.
Patient and stakeholder engagement	Not applicable
Financial and resource implications / impact	As set out within the paper

Legal implications	There are no legal implications arising from this paper.
Principal risk(s) relating to this paper	As at month 5 the CCG is not reporting any significant year to date or forecast variances on the overall Primary Care budget (delegated and non-delegated). However, there are some overspends and underspends across some of the different categories within the delegated budget as set out in the paper
Key committees / groups where evidence supporting this paper has been considered.	Not applicable

Hampshire, Southampton and Isle of Wight CCG Finance Report 2021/22

August 2021
(Month 05)

Table 1: Primary Care and Prescribing - Month 5

PRIMARY CARE BUDGETS 2021/2022	H1	MONTH 5 - AUGUST 2021			Forecast	
	Budget	YTD Budget	YTD Actual	YTD Variance	Outturn	Variance
	£'000s	£'000s	£'000s	£'000s	£'000s	£'000s
Delegated Commissioning	120,495	100,413	100,372	(41)	120,617	122
Local Commissioning and Other Contracts	14,031	11,693	11,529	(164)	13,950	(82)
Primary Care Developments	0	0	0	0	0	0
Primary Care GP IT	3,395	2,999	3,133	134	3,395	0
Primary Care System Schemes	3,728	3,728	3,728	0	3,728	0
GP Forward View Investments	8,852	7,377	7,370	(6)	8,854	2
Out of Hours	5,196	4,512	4,535	23	5,221	25
Total Hampshire, Southampton and Isle of Wight CCG	155,698	130,721	130,667	(54)	155,764	67
Prescribing	139,216	115,802	116,873	1,071	141,152	1,936

Table 2: Delegated Primary Care - Month 5

PRIMARY CARE DELEGATED BUDGETS 2021/2022	H1	MONTH 5 - AUGUST 2021			Forecast	
	Budget	YTD Budget	YTD Actual	YTD Variance	Outturn	Variance
	£'000s	£'000s	£'000s	£'000s	£'000s	£'000s
General Practice - GMS	60,687	50,592	50,207	(385)	60,326	(361)
General Practice - PMS	16,301	13,581	13,595	14	16,302	1
Other List-Based Services (APMS incl.)	1,484	1,238	1,238	0	1,484	0
Rent	8,083	6,736	6,697	(38)	8,074	(10)
Other Premises costs	2,123	1,769	1,791	22	2,181	58
Enhanced Services	1,201	1,000	1,025	25	1,214	14
PCN Enhanced Services	5,565	4,637	4,648	11	5,613	48
Additional Roles Reimbursement Scheme	5,503	4,569	4,586	17	5,514	11
QOF	13,981	11,651	11,793	143	14,233	252
Other - GP Services	5,568	4,640	4,790	150	5,676	108
Total Hampshire, Southampton and Isle of Wight CCG	120,495	100,413	100,372	(41)	120,617	122