

Primary Care Commissioning Committee

Date of meeting		28 February 2019	
Agenda item	10	Paper No	PCCC19/009

Primary Care Finance Report – Month 9

Key issues	<p>The budget for Delegated Primary Care for 2018-19 is £70,522k.</p> <p>Across all Primary Care funding streams the budget is £175,795k.</p>
Strategic objectives / perspectives	<p>Alignment with strategic objective 1.9: We will promote a sustainable model for primary care with improved access and choice with an increased focus on people with complex and multiple conditions through the provision of integrated care</p>
Actions requested / recommendation	The Primary Care Commissioning Committee is asked to note the Month 9 finance report 2018/19.
Principal risk(s) relating to this paper	None
Other committees / groups where evidence supporting this paper has been considered	Primary Care Steering Group
Financial and resource implications / impact	The financial and resource implications arising from this paper are delegation of limited financial resource.
Legal implications / impact	There are no legal implications arising from this paper.
Data protection impact assessment required?	No
Public / stakeholder involvement – activity taken or planned	Not applicable.

Equality and diversity – implications / impact	This paper does not request decisions which impact on equality and diversity.
Report author	Andy Rhodes, Finance Manager
Sponsoring director	Mike Fulford, Chief Financial Officer
Date of paper	20 January 2019



West Hampshire
Clinical Commissioning Group

West Hampshire CCG

Primary Care Delegated Co-Commissioning
Finance Update

Quality services, better health



2 Finance Position at Month 9

Across all funding streams Primary Care is, at 31/12/2018, underspent by £3,137K. The Forecast Out Turn is an underspend of £2,480k. The forecast excluding the Primary Care Delegated 1% surplus is an underspend of £1,770k.

Primary Care Area	Annual Budget £,000's	YTD Budget £,000's	YTD Expenditure £,000's	YTD Variance £,000's	Forecast Out Turn £,000's	Forecast Out Turn Variance £,000's
Recurrent Business						
Delegated Primary Care	69,543	52,154	52,068	86	69,394	149
Locally Commissioned Services	2,473	1,854	1,552	302	2,266	207
Medicines Management	91,457	68,592	66,736	1,856	90,167	1,289
Out of Hours	3,780	2,835	2,819	16	3,760	20
Transformation Fund	1,777	1,333	1,283	50	1,751	26
Primary Care IT	163	122	165	(43)	246	(83)
Recurrent Business - Total	169,192	126,891	124,625	2,266	167,585	1,608
GP Forward View						
Improving Access to Primary Care - Extended Hours	3,170	2,377	2,237	140	3,010	160
GP Transformation - QPS	1,191	893	893	(0)	1,191	0
GPFV Reception and Clerical Training	95	71	71	0	95	0
Retained GP scheme	3	2	0	2	0	3
Online Consultations	187	140	140	0	187	0
GP Forward View Total	4,646	3,484	3,342	142	4,483	163
Non Recurrent Funding						
GP Projects	549	412	215	196	549	0
Non Recurrent Funding - Total	549	412	215	196	549	0
Primary Care Total excluding 1% surplus	174,387	130,787	128,182	2,605	172,617	1,770
Planned Delegated Primary care 1% Surplus requirement	710	532	0	532	0	710
Primary Care Total	175,097	131,319	128,182	3,137	172,617	2,480

Quality services, better health



3 Finance Position at Month 9

Non Delegated Primary Care Key Variances and Comments

Locally Commissioned Services - There is currently a forecast underspend of £207k. This is due to underspends on Anti-Coag, that has had a declining spend over the last 2 years, Minor injuries and Extended hours due to not all practices not signing up to the service.

Medicines Management - The YTD expenditure is showing an underspend of £1,856k. This is due to achievement of QIPP and growth being lower than anticipated. It is forecast that expenditure will be higher during the winter months than planned and the forecast has been adjusted to reflect this and is showing an underspend of £1,289k.

Out of Hours - There is a forecast underspend of £20k.

Transformation Fund - The annual budget for the Care navigators is £1,777k. This is forecast to underspend by £26k.

Primary Care IT - The year to date over spend and forecast overspend is due to the increase in IT charges for the CCG. This includes the SMS text services for the GP Practices.

GP Forward view Allocations - The overall GPFV budget is £4,646k and there is a small underspend forecast of £160k due to full capacity not being delivered.

GP Projects - There is a budget of £953k for GP Projects covering work at Shepherd's Spring and Minor improvement Grants.



4 Finance Position at Month 9

Primary Care Delegated Financial Position

West Hampshire CCG Budgets	Annual Plan £,000's	Year to Date Budget £,000's	Year to Date Actual £,000's	Year to date Variance £,000's	Year End Variance £,000's
GMS Contract	38,451	28,838	29,149	(311)	(461)
PMS Contract	9,800	7,350	7,426	(76)	(131)
Quality and Outcomes Framework	7,326	5,494	5,494	(0)	0
DES's	1,839	1,379	1,402	(22)	(29)
Locum Reimbursement - Maternity/Sickness	334	250	312	(62)	(74)
Seniority	853	640	470	170	209
Retained GP's	110	83	164	(82)	(127)
Dispensing/Prescribing	2,077	1,557	1,666	(108)	(144)
PCO Other	705	529	539	(10)	(13)
Premises	6,148	4,611	4,096	515	832
Business Rates	984	738	675	63	85
GPIT	914	685	676	10	4
Total Excluding 1% Surplus	69,543	52,154	52,068	86	149
1% Surplus	710	532	0	532	710
Total West Hampshire CCG	70,253	52,687	52,068	618	859

Quality services, better health



5 Finance Position at Month 9

Key Delegated Primary Care Variances

The current Primary Care Delegated budgets is £70,253k.

The 1% surplus of £710k will be shown within the Primary Care budget with an expenditure forecast of zero.

At Month 9 there is a £618k underspend and a forecast £859k underspend, £149k above the expected 1% surplus.

At month 9 the contracts are showing an overspend of £387k due to the increase in the global sum payments.

There is an overspend forecast on DESs due the increase in costs of the LD DES

There is a forecast overspend of £74K on maternity and sickness cover which has seen an increase on claims from last year.

There is a forecast overspend of £127K on retainer fees which has seen an increase on claims from last year.

There is a forecast overspend of £144K on prescribing and dispensing fees.

There is an underspend forecast on seniority of £209k due to seniority payments reducing in line with the GP contract.

There is an underspend on business rates of £85k.

There is an underspend forecast on Rent and other premises of £832k.



BLANK PAGE