

PCCC22/018

PRIMARY CARE COMMISSIONING COMMITTEE

Title of paper	Primary Care Finance Report		
Agenda item	7	Date of meeting	18 May 2022
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
<p>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.</p> <p>The finance tables that follow show the final financial position for the financial year 2021/22 for all the CCG Primary Care budgets in totality.</p> <ul style="list-style-type: none"> 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. <p>For 2021/22 and as shown in Table 1, the CCG reported a final outturn position of £1.7m underspent across all Primary Care budgets. Even though the Primary Care Delegated Commissioning budget overspent by almost £2.8m, this was more than offset by underspends in the following areas:</p> <ul style="list-style-type: none"> Locally Commissioning Schemes and Other Contracts – given that there were income protection principles applied to a lot of these contractual arrangements contingency that was set aside for over performance/delivery was not fully required. Primary Care IT – some of the items that were originally budgeted were picked up through the Digital 1st Programme. SDF – there was some unused funding, particularly around fellowships.

As detailed further in Table 2, the Delegated Primary Care budget overspent by almost £2.8m, but given the flexibility the CCG had from within the other Primary Care budgets as highlighted in the first table, the CCG was able to take a more prudent approach and cover off potential risks associated with outstanding rent reviews and other premises costs, as well as QOF achievement should all practices achieve their maximum points and pounds.

Overall, the CCG has managed within its Primary Care allocation for 2021/22 and is confident that all expenditure and risks have been factored in and covered off, therefore mitigating any potential pressures we could be exposed to.

Prescribing: As shown on Table 1 the budget for prescribing underspent by just over £1.6m for 2021/22. As at month 12 the CCG only had ten months' worth of prescribing data, so the position includes an accrual for both February and March. Given the variability in this programme area much could still change upon receipt of the final data for the year, and this has been taken into consideration when finalising the year-end position.

Benefits in Category M drugs costs as well as the continued benefits that are being realised through the rebate schemes that are in place are two of the factors that are contributed to a year end reported underspend.

Winter Access Funding (WAF) and Additional Roles Reimbursement Scheme (ARRS)

Within the Delegated Primary Care budget there is spend that is associated to the Winter Access Programme and the ARRS scheme. The CCG received all of its required allocation by the end of the financial year to cover all the expenditure incurred/reported for these two areas, so the CCG is therefore not exposed to any pressures in relation to both the WAF and ARRS. The CCG incurred spend of over £7.5m for WAF and over £13m for ARRS which was all offset by matched allocation.

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	
Patient and stakeholder engagement	
Financial and resource implications / impact	
Legal implications	
Principal risk(s) relating to this paper	
Key committees / groups where evidence	

supporting this paper has been considered.	
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Governance and Reporting – other meetings where <u>this paper</u> been discussed		
Committee Name	Date discussed	Outcome

Hampshire, Southampton and Isle of Wight CCG

Primary Care Finance Report 2021/22

March 2022
(Month 12)

Table 1: Primary Care and Prescribing - Month 12

PRIMARY CARE BUDGETS 2021/2022	Annual Budget £'000s	MONTH 12 - MARCH 2022		
		YTD Budget £'000s	YTD Actual £'000s	YTD Variance £'000s
Delegated Commissioning	252,434	252,434	255,186	2,751
Local Commissioning and Other Contracts	30,671	30,671	29,750	(921)
Primary Care Developments	0	0	0	0
Primary Care GP IT	4,932	4,932	4,004	(928)
Primary Care System Schemes	4,568	4,568	4,075	(493)
GP Forward View Investments	18,749	18,749	16,486	(2,263)
Out of Hours	9,136	9,136	9,259	122
All Local Teams In Year Position	320,490	320,490	318,759	(1,731)
Prescribing	283,230	283,230	281,591	(1,638)

Table 2: Delegated Primary Care - Month 12

PRIMARY CARE DELEGATED BUDGETS 2021/2022	Annual Budget £'000s	MONTH 12 - MARCH 2022		
		YTD Budget £'000s	YTD Actual £'000s	YTD Variance £'000s
General Practice - GMS	121,185	121,185	121,355	170
General Practice - PMS	32,732	32,732	32,736	4
Other List-Based Services (APMS incl.)	3,200	3,200	3,737	538
Rent	18,163	18,163	19,258	1,095
Other Premises costs	4,950	4,950	4,957	7
Enhanced Services	4,145	4,145	4,204	59
PCN Enhanced Services	13,050	13,050	12,520	(530)
Additional Roles Reimbursement Scheme	13,034	13,034	13,035	1
QOF	25,174	25,174	26,150	976
Other - GP Services	16,803	16,803	17,230	427
All Local Teams In Year Position	252,434	252,434	255,182	2,748