

PRIMARY CARE CO-COMMISSIONING COMMITTEE
‘Public Part I’
18th March 2020

Agenda item 6

Castle Point & Rochford Finance Report – Month 10 2019/20

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Status: For approval

Appendices to this report	
Appendix 1	<ul style="list-style-type: none"> • Overall Financial Position for the Period Ending 31st January 2020
Appendix 2	<ul style="list-style-type: none"> • Overall Financial Position at Primary Care Network Level as at Month 10
Appendix 3	<ul style="list-style-type: none"> • Transformation Funding (2019/21)
Appendix 4	<ul style="list-style-type: none"> • Financial information by Contract Type & Primary Care Network
Associated Papers	
Papers previously considered by this CCG	<ul style="list-style-type: none"> • None.
CCG Policy Documents	<ul style="list-style-type: none"> • None.
External Documents	<ul style="list-style-type: none"> • None.

Executive Summary

1. Summary of the report

1. This report contains key messages regarding the financial position of the CCG's Primary Care Co-Commissioning Budgets as at 31st January 2020
2. This is the position which has been incorporated within the CCG's Governing Body finance report.
3. The Primary Care Co-Commissioning budget covers expenditure on General Medical Services (GMS), Personal Medical Services (PMS) and Alternative Personal Medical Services (APMS). It also covers expenditure on the Quality and Outcomes Framework (QOF) and Premises costs.

2. Recommendations

4. PCCC are asked to :-
 - i) Note the financial position of NHS Castle Point & Rochford Clinical Commissioning Group (CCG) Primary Care Co-Commissioning Budgets for Month 10, and seek clarification on any points as deemed necessary
 - ii) Note the current levels of risks and opportunities against the CCG's Primary Care Co-Commissioning Budgets

INTRODUCTION

1. The annual Primary Care Co-Commissioning funding delegated from NHS England for the 2019/20 financial year is £24.3m, representing a recurrent increase of £0.7m (3.1%) from 2018/19.
2. Castle Point & Rochford CCG is also required to allocate budget of £0.3m for Primary Care Networks, relating to the central requirement for CCGs to set aside a budget equating to £1.50 per head of population from within its Programme allocation. This budget and associated financial commitment is included within Appendix 3; Transformation funding for 2019/20.
3. At the end of Month10, the Primary Care Co-Commissioning position is showing a forecast breakeven position, with the working assumption that all transformation funding is spent in-full.

RISKS

4. Risks likely to be faced throughout the year include:-

- Premises cost reimbursements - tri-annual District Valuer reviews could lead to reimbursable rent increases, which would need to be funded from reserves. Both Community Health Partnerships (CHP) and NHS Property Services reimbursable premises costs have been subject to increases in prior years.
- Premises rates reimbursements - the national rates review exercise is still ongoing, and could have an unpredictable impact on some practices rates reimbursements. Any potential rates budget increases would need to be funded from reserves accordingly.
- Locum Costs (for maternity/paternity/sickness and GP suspensions) – the budget for these has been set at 2018/19 expenditure levels. Such claims, however, can be volatile, and any 2019/20 costs in excess of the available budget would need to be funded from reserves accordingly.
- Dispensing/Prescribing doctors – 2019/20 budgets have been set at 2018/19 expenditure levels, thus should the current financial year's activity be greater than that in the previous financial year, this would result in a cost pressure to the CCG.
- QOF – 2019/20 budgets have been set at 2018/19 expenditure levels (uplifted to 2019/20 £ per point). Should achievement be higher than previously delivered, therefore, then this would result in a cost pressure.

- Seniority payments for prior-year – PCSE make these adjustments when the national GP earnings figures are released, typically 3-4 years after the year in question. This could result in additional payments or claw backs being made against practices.
5. It is worthy of note that, at present, the CCG has set aside a sum equating to 1.3% of its Primary Care allocation for unforeseen costs which may come to fruition in-year. In previous years, such spend has been volatile in nature, thus whilst this level of mitigation is considered to be reasonable, it will have to be kept under ongoing review

RENT REVIEWS

6. Rent reviews represent a potential financial risk and are subject to Committee scrutiny whenever there is an increase in rent arising from the District Valuer's review going forward. Where such increases are agreed, we will draw them to the particular attention of the Committee, despite the Premises Directions dictating that the CCG are obliged to fund said increase. There are no rent reviews to report this month.

CONCLUSION AND RECOMMENDATION

7. Close financial control should be maintained to ensure that the CCG continues to achieve delivery against its overall national targets.
8. PCCC are asked to :-
- i) Note the financial position of NHS Castle Point & Rochford Clinical Commissioning Group (CCG) Primary Care Co-Commissioning Budgets for Month 10, and seek clarification on any points as deemed necessary
 - ii) Note the current levels of risks and opportunities against the CCG's Primary Care Co-Commissioning Budgets

APPENDIX 1

SUMMARY FINANCIAL POSITION FOR THE PERIOD ENDED 31st JANUARY 2020 (MONTH 10)

	Total Allocation	YTD Allocation	YTD Spend	YTD Variance	FOT	FOT Variance
	£'000	£'000	£'000	£'000	£'000	£'000
APMS	614	499	499	(0)	614	0
GMS	16,127	12,935	12,917	18	16,094	32
PMS	4,994	4,028	4,016	12	4,994	0
Transformation Funding	1,741	488	568	(80)	1,675	66
Unallocated Reserve	322	0	0	0	322	0
Cost Pressure Reserve	190	0	0	0	190	0
0.5% Contingency	122	0	0	0	122	0
Other Expenditure	204	155	104	51	204	0
Grand Total	24,311	18,104	18,104	(1)	24,213	98

APPENDIX 2

OVERALL FINANCIAL POSITION BY PRIMARY CARE NETWORK AS AT M10

The overall financial position has been further broken down by the 4 Primary Care Networks within the Castle Point & Rochford region as shown in the tables below:

BENFLEET PCN FINANCIAL POSITION

	Total Allocation	YTD Allocation	YTD Spend	YTD Variance	FOT	FOT Variance
	£'000	£'000	£'000	£'000	£'000	£'000
APMS	0	0	0	0	0	0
GMS	5,253	4,217	4,243	(26)	5,253	0
PMS	0	0	0	0	0	0
Grand Total	5,253	4,217	4,243	(26)	5,253	0

CANVEY ISLAND PCN FINANCIAL POSITION

	Total Allocation	YTD Allocation	YTD Spend	YTD Variance	FOT	FOT Variance
	£'000	£'000	£'000	£'000	£'000	£'000
APMS	0	0	0	0	0	0
GMS	4,642	3,716	3,698	17	4,642	0
PMS	0	0	0	0	0	0
Grand Total	4,642	3,716	3,698	17	4,642	0

RAYLEIGH PCN FINANCIAL POSITION

	Total Allocation	YTD Allocation	YTD Spend	YTD Variance	FOT	FOT Variance
	£'000	£'000	£'000	£'000	£'000	£'000
APMS	0	0	0	0	0	0
GMS	3,967	3,174	3,156	18	3,967	0
PMS	2,396	1,932	1,929	3	2,396	0
Grand Total	6,364	5,106	5,085	21	6,364	0

ROCHFORD PCN FINANCIAL POSITION

	Total Allocation	YTD Allocation	YTD Spend	YTD Variance	FOT	FOT Variance
	£'000	£'000	£'000	£'000	£'000	£'000
APMS	614	499	499	(0)	614	0
GMS	2,264	1,829	1,820	9	2,232	32
PMS	2,597	2,096	2,087	9	2,597	0
Grand Total	5,476	4,423	4,406	17	5,443	32

APPENDIX 3

TRANSFORMATION FUNDING 2019/21

	CP&R	
	2019/20	2020/21
	£k	£k
Available Funding		
Transformation fund - Delegated budget	1,741	1,914
Unallocated reserves - Delegated budget	382	0
£6/head (ringfenced for Enhanced Access) - Additional CCG allocation	1,064	1,064
£1.50 a head (ringfenced for PCN) - CCG allocation	279	0
TOTAL AVAILABLE FUNDING	3,466	2,978
Expenditure		
Schemes Committed and operational	(2,775)	(2,257)
Schemes approved due to commence during 19/20	(61)	(559)
Sub-Total - SURPLUS/(DEFICIT)	630	163

APPENDIX 4 (CONTINUED)

FINANCIAL INFORMATION BY CONTRACT TYPE & PRIMARY CARE NETWORK

Benfleet PCN				
	Annual budget	YTD budget	YTD Actual	YTD Variance
	£000's	£000's	£000's	£000's
F81001 - DR KHAN & PARTNERS PRACTICE	1,380	1,108	1,111	(4)
F81032 - P A PATEL SURGERY	340	280	273	7
F81075 - THE HOLLIES	1,395	1,120	1,114	6
F81101 - ESSEX WAY SURGERY	564	454	450	4
F81142 - RJ BAKER & PARTNERS	838	661	665	(4)
F81618 - HIGH ROAD FAMILY DOCTORS	443	356	383	(26)
F81713 - BENFLEET SURGERY	293	238	246	(9)
GMS	5,253	4,217	4,243	(26)
Grand Total	5,253	4,217	4,243	(26)

Canvey Island PCN				
	Annual budget	YTD budget	YTD Actual	YTD Variance
	£000's	£000's	£000's	£000's
F81051 - THIRD AVENUE HEALTH CENTRE	772	615	617	(2)
F81096 - OAKLANDS SURGERY	1,418	1,140	1,124	15
F81205 - HAWKESBURY ROAD SURGERY	655	525	522	3
F81700 - CANVEY VILLAGE SURGERY	458	366	374	(8)
F81739 - THE ISLAND SURGERY	951	769	760	10
F81740 - CHAUDHURYS PRACTICE	389	300	301	(1)
GMS	4,642	3,716	3,698	17
Grand Total	4,642	3,716	3,698	17

Rayleigh PCN				
	Annual budget	YTD budget	YTD Actual	YTD Variance
	£000's	£000's	£000's	£000's
F81061 - RIVERSIDE MEDICAL CENTRE	889	719	722	(3)
F81065 - WILLIAM HARVERY SURGERY	426	345	346	(1)
F81066 - GREENSWARD SURGERY	809	635	632	3
F81125 - CHURCH VIEW SURGERY	1,511	1,203	1,186	17
F81704 - DOWNHALL PARK SURGERY	334	271	270	1
GMS	3,967	3,174	3,156	18
F81123 - AUDLEY MILLS SURGERY	2,396	1,932	1,929	3
PMS	2,396	1,932	1,929	3
Grand Total	6,364	5,106	5,085	21

Rochford PCN				
	Annual budget	YTD budget	YTD Actual	YTD Variance
	£000's	£000's	£000's	£000's
F81675 - THE PRACTICE LEECON WAY	614	499	499	(0)
APMS	614	499	499	(0)
F81007 - THE PUZEY FAMILY PRACTICE	2,264	1,829	1,820	9
GMS	2,264	1,829	1,820	9
F81089 - GREAT WAKERING MEDICAL CENTRE	1,248	1,007	1,000	7
F81690 - ASHINGDON MEDICAL CENTRE	1,350	1,089	1,087	2
PMS	2,597	2,096	2,087	9
Grand Total	5,476	4,423	4,406	17