

Primary Care Co-Commissioning Finance Paper

Period 5, August, 2018/19

1.0 Overall CCG Financial Position

- 1.1 The overall financial position for the NNE CCG is reported as breakeven against both year to date (YTD) and forecast (FOT) control totals. However, budget areas to date are overspent by £0.8 million, covered by contingency reserves. The full year forecast anticipates that budget areas will overrun by circa £3.0 million thus requiring this same level of reserves and other mitigations to breakeven.
- 1.2 The overall Greater Nottingham Clinical Commissioning Partnership's financial position also reports breakeven both YTD and forecast full year. The full year position requires £20.1 million reserves and other mitigations to achieve the combined control total.
- 1.3 Acute spend and undelivered Quality, Innovation, Productivity and Prevention (QIPP) savings are the biggest driver of the financial pressure, at £2.0 million over plan year to date for NNE CCG. This is offset by year to date underspends on Co-commissioning (see below) £0.2 million, Continuing Healthcare £0.2 million, mental health services £0.15 million and prescribing £0.4 million.
- 1.4 As a result of the recurrent nature of the acute pressures and the mainly non recurrent mitigations, the underlying financial position is significantly adrift of plan, with a forecast exit position of £2.8 million deficit against a planned surplus of £0.7 million for NNE.
- 1.5 The table below shows the summary level YTD Operating Cost statement for the CCG.

£m. Favourable Variance +ve, Adverse Variance -ve				
Budget area	Annual Budget	YTD Budget	YTD spend	YTD Variance
Acute Services	99.9	41.9	44.0	-2.0
Community	15.7	6.5	6.6	0.0
Mental health	18.4	7.7	7.6	0.2
CHC	16.4	7.0	6.8	0.2
PC Co-commissioning	19.4	7.3	7.1	0.2
Prescribing	22.0	9.1	8.7	0.4
Other Primary Care	5.8	2.4	2.3	0.1
Running Costs	3.2	1.3	1.2	0.1
Other	6.2	2.1	2.0	0.1
Reserves	6.2	0.8	0.0	0.8
Total	213.0	86.1	86.1	2.0

2.0 Primary Care Co-commissioning Financial Position

2.1 The table below shows the co-commissioning financial position as at end August

Budget area	Annual Budget	YTD Budget	YTD spend	YTD Variance
DCC - Enhanced Services	0.4	0.1	0.2	0.0
GMS/PMS Payments	13.9	5.8	5.8	0.0
Other	1.3	0.0	0.0	0.0
Property Costs	1.9	0.8	0.6	0.2
QOF	1.9	0.5	0.5	0.0
Total	19.4	7.3	7.1	0.2

2.2 Contract payments are broadly on plan, and reserves are available to cover list size changes for the remainder of the year.

2.3 All other areas are broadly on plan with a favourable variance reported on Property costs due to income related to prior year.

2.4 Contingency and other reserves are reflected in 'Other' and, as with previous years, any uncommitted resource here will form part of the overall CCG financial mitigations.

2.5 The overall co-commissioning financial position is forecast to remain within budget for the year.

3.0 Recommendation

3.1 The Primary Care Co-commissioning Committee is asked to **note** the overall CCG and specific Primary Care Co-Commissioning year to date financial position and the forecast outturn financial position.

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26 September 2018