

BNSSG Primary Care Commissioning Committee (PCCC)

Date: 26th March 2019

Time: 9.00am – 11:00am

Location: Vassal Centre, Bristol, BS16 2QQ

Agenda Number: 9

Reporting Title: Primary Care Finance Report as at 28th February 2019 (Month 11)

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Report Sponsor: Rob Moors (Deputy Chief Finance Officer)

1. Purpose

To update Primary Care Commissioning Committee on the latest reported financial position for all BNSSG CCG primary care budgets as at 28th February 2019 (Month 11).

2. Resource Allocation

The delegated allocation received from NHSE totalled £122,813k. There have been no allocation changes in Month 11. The current budget and transfers are shown in the following table:

		Delegated Primary Care	Other Primary Care	TOTAL Allocation
Opening Budget	As at Month 2	£122,813	£18,404	£141,217
Month 3 Allocation Changes	Improving Access Transfer	(£704)	£704	£0
Month 6 Allocation Changes	PMS Premium Reinvestment	(£1,350)	£1,350	£0
Month 8 Allocation Changes	Market Rent Funding	£665	£0	£665
Current Budget (month 11)		£121,424	£20,458	£141,882

In line with National planning guidance, 0.5% of the total delegated commissioning budget must be held as a non-recurrent contingency (£614k).

In addition to this, £209K of the funding allocation was uncommitted at planning stage, and a further £318k has been subsequently identified where Improved Access funding was budgeted for at a level higher than the national requirement. There is a total of £527k held in reserves.

3. Reported Financial Position as at 28th February 2019 (month 11)

3.1 Delegated Primary Care

Year to Date Position

At Month 11 (28th February 2019), there is a year to date overspend of £928K against a year to date budget of £111,305K:

Variances: underspend / (overspend)

Delegated Primary Care	Annual Budget £'000K	Year to Date Budget £'000K	Year to Date Actuals £'000K	Year to Date Variance £'000K	Sum of Forecast Out-turn £'000K	Forecast Out-turn Variance £'000K	Prior Month Forecast Variance £'000K	Forecast Variance Movement £'000K
Contract (GMS/PMS/APMS)	86,820	79,585	80,249	(663)	87,544	(724)	(724)	0
Premises Costs	14,444	13,240	13,388	(148)	14,564	(120)	(120)	0
DES	3,062	2,807	2,807	0	3,062	0	0	0
Quality Outcomes Framework (QOF)	11,684	10,710	10,710	(0)	11,684	0	0	0
Locums	715	656	1,650	(994)	1,800	(1,085)	(1,085)	0
Prescribing	1,252	1,147	1,147	0	1,252	0	0	0
Other	2,305	2,113	2,216	(103)	2,417	(112)	(112)	0
0.5% Contingency	614	563	66	497	72	542	542	0
Other Reserves	527	483	0	483	0	527	527	0
Grand Total	121,424	111,305	112,233	(928)	122,395	(971)	(971)	0

The headline variances (shown in Table 1 above) are described in more detail below, and the detailed delegated commissioning finance table can be found in Appendix 1.

GMS/PMS/APMS Contract - £663K year to date overspend

This overspend on GP contracts relates to the in-year pay award, previously reported in the risk schedule. Funding has now been received to offset this overspend. When this funding is brought into the delegated position it will reduce the overspend by £971k.

Premises Costs - £148K year to date overspend

The main driver behind the year to date premises costs overspend is an increase in the service charge levied on practices by CHP.

Locum Costs - £994K year to date overspend

Year to date expenditure on locums is £1,650K against a year to date budget of £656K. NHSE have advised that current expenditure levels reflect the underlying demand for locums and as such should be considered recurrent. Financial planning for 2019-20 has therefore reflected this.

Other - £103k year to date overspend

The year to date and forecast overspend on this line is caused by an increase in the reimbursable amount for CQC fees in 2018/19. This had not been reflected in the original planning for 2018/19 and results in a £112k pressure against budget.

Contingency - £497k year to date underspend

£542k of the contingency has now been utilised to offset against the above pressures, with £72k remaining uncommitted.

Other Reserves - £483K year to date underspend

Uncommitted reserves of £483K year to date are off-setting the above cost pressures. The reserve budget of £527k is forecast to be fully utilised to off-set these pressures.

Forecast Out-turn - breakeven

The forecast out-turn position is reported as £971k overspent as at month 11. Funding to offset against this overspend is currently held outside of the delegated budget. Once this is factored in, a breakeven position will be reported.

3.2 Other Primary Care

Year to Date Position

At the end of Month 11, there is a year to date overspend of £1,034K against a year to date budget of £32,291K (3.2%).

Variations: underspend / (overspend)

Other Primary Care	Annual Budget £'000K	Year to Date Budget £'000K	Year to Date Actuals £'000K	Year to Date Variance £'000K	Sum of Forecast Out-turn £'000K	Forecast Out-turn Variance £'000K	Prior Month Forecast Variance £'000K	Forecast Variance Movement £'000K	
Out of Hours	13,353	12,241	13,391	(1,150)	14,605	(1,252)	(1,252)	0	→
GP Forward View	7,626	6,991	6,609	381	7,210	416	310	106	↑
PMS Review	6,370	5,839	5,843	(3)	6,380	(10)	0	(10)	↓
Local Enhanced Services	2,916	2,672	2,525	147	2,774	142	120	22	↑
BpCAG and Compact	1,838	1,685	1,685	0	1,838	0	0	0	→
Clinical Leads & Membership	1,856	1,701	1,765	(64)	1,856	(0)	0	0	→
Primary Care Other	1,562	1,432	1,508	(76)	1,695	(134)	(134)	0	→
Savings Target 2018/19	-298	-268	0	(268)	-298	0	0	0	→
Grand Total	35,222	32,291	33,325	(1,034)	36,061	(838)	(956)	118	

The headline variances (shown in Table 2 above) are detailed below, and the detailed finance table can be found in Appendix 2.

Out of Hours - £1,150K year to date overspend



Previous contracts for both the 111 service and the Out of Hours service came to an end on the 31st March 2018. In order to ensure continuity of service ahead of the reprocurement of the IUC CAS service from April 2019, both contracts have been extended for a further year.

In order for these contracts to be viable for a one year extension there was significant investment agreed to the block contract values, which will result in a non-recurrent £1.25m overspend against budget. The year to date position reflecting this is a £1,150K overspend.

GP Forward View - £381K year to date underspend

GP Forward View Funding includes Improved Access funding (£5.6m), the second tranche of practice transformation funds (£3/head, £1.5m total), and funding for reception and clerical training and on-line consultations (£0.5m).

Improved Access is currently contracted for through OneCare, and includes claw-back of funding for under delivery against the additional 45 minutes/'000 population target. Quarter 1 performance averaged 93% delivery and Quarter 2 performance averaged 90% delivery, resulting in a year to date underspend of £381k and a forecast underspend of £416k.

Local Enhanced Services - £147K year to date underspend

The Local Enhanced Services are showing a £147K year to date underspend. This is mainly a result of a decrease in Anti-Coagulation activity owing to patients being switched from the Warfarin drug that requires the monitoring.

Primary Care Other - £76k year to date overspend

The year to date overspend relates to the ongoing costs associated with the 111 re-procurement process.

Forecast Out-turn – (£838K overspend)

This reflects the non-recurrent pressures on the 1-year extension of the OOH and 111 contracts, as well as the other factors described above.

4. System Financial Recovery

As part of the CCG recovery programme, and in line with the financial plan agreed with NHSE, the CCG has a requirement to deliver £37m of savings in 2018/19 (approximately 3% of the total CCG allocation).

As part of this plan, there is a savings target of £500k to be delivered from the Primary Care budget (with a £1million full-year effect to be achieved in 2019/20). This equates to less than 0.4% of the total primary care budget this year, and 0.7% recurrently.

BPCAg and Compact contracts have been extended to March 2019, with a revised 30% reduction in payments to practice (alongside a reduced activity requirement where applicable) from November 2018, delivering a non-recurrent saving of £202K.

The remainder of the savings this year will be found non-recurrently due to under-performance against the Improved Access budgets of £416k.

5. Risk and Mitigations

Risks:

- GP Pay Award – Funding was received in month 9 to off-set against the GP pay award pressures previously reported. The risk has therefore been removed for 2018/19, however, as the funding was non-recurrent, a risk still exists around funding the pay award in 2019/20.

Mitigations:

None

6. Summary and Recommendations

The Primary Care Commissioning Committee is asked to;

- note the current financial position, the key risks, issues and mitigations.

Appendix 1

Delegated Primary Care Month End Report 28th February 2019 (Month 11)

	Annual Budget £'000K	Year to Date Budget £'000K	Year to Date Actuals £'000K	Year to Date Variance £'000K	Sum of Forecast Out-turn £'000K	Forecast Out-turn Variance £'000K	Prior Month Forecast Variance £'000K	Forecast Variance Movement £'000K	
Contract									
PMS Contract Value	63,628	58,325	56,304	2,021	61,423	2,205	2,205	0	⇒
PMS Premium	3,350	3,071	3,071	0	3,350	0	0	0	⇒
GMS Contract Value	12,597	11,547	14,131	(2,583)	15,415	(2,818)	(2,818)	0	⇒
MPIG (GMS only)	69	63	63	(0)	69	0	0	0	⇒
APMS Contract Value	5,683	5,209	5,310	(101)	5,793	(110)	(110)	0	⇒
APMS Premium	942	863	863	0	942	0	0	0	⇒
Section 96 Support	553	506	506	0	553	0	0	0	⇒
Contract Total	86,820	79,585	80,249	(663)	87,544	(724)	(724)	0	⇒
Premises									
Rent	8,955	8,208	8,084	125	8,885	70	70	0	⇒
Assumed Market Rent Funding	-67	-61	0	(61)	-67	0	0	0	⇒
Rates	1,431	1,311	1,289	22	1,406	24	24	0	⇒
Service Charges	2,401	2,201	2,434	(234)	2,656	(255)	(255)	0	⇒
Water Rates	113	104	104	(0)	113	0	0	0	⇒
Voids & Subsidies	847	777	777	0	847	0	0	0	⇒
Clinical Waste	764	700	700	(0)	723	41	41	0	⇒
Premises Total	14,444	13,240	13,388	(148)	14,564	(120)	(120)	0	⇒
DES									
Extended Hours	1,757	1,611	1,611	0	1,757	0	0	0	⇒
Learning Disability	334	306	306	(0)	334	0	0	0	⇒
Minor Surgery	803	736	736	0	803	0	0	0	⇒
Patient Participation	92	84	84	0	92	0	0	0	⇒
Violent Patients	76	69	69	0	76	0	0	0	⇒
DES Total	3,062	2,807	2,807	0	3,062	0	0	0	⇒
QOF									
Achievement	3,809	3,492	2,875	617	3,133	676	676	0	⇒
Aspiration	7,875	7,218	7,835	(617)	8,550	(676)	(676)	0	⇒
QOF Total	11,684	10,710	10,710	(0)	11,684	(0)	(0)	0	⇒
Locum Spend									
Locum Sick/Adop/Mat/Pat Pay	715	656	1,650	(994)	1,800	(1,085)	(1,085)	0	⇒
Locum Total	715	656	1,650	(994)	1,800	(1,085)	(1,085)	0	⇒
Prescribing Spend									
Dispensing Fees	667	611	611	0	667	0	0	0	⇒
Prescribing Fees	676	619	619	0	676	0	0	0	⇒
Prescribing Income	-134	-123	-123	(0)	-134	0	0	0	⇒
Quality Scheme	43	40	40	(0)	43	0	0	0	⇒
Prescribing Spend Total	1,252	1,147	1,147	0	1,252	0	0	0	⇒
Delegated Primary Care Other									
Connecting Care and LMC	351	322	322	0	351	0	0	0	⇒
CQC Fees Reimbursement	400	366	458	(92)	500	(100)	(100)	0	⇒
IUCD	166	152	163	(11)	178	(12)	(12)	0	⇒
Seniority	1,021	936	936	(0)	1,021	0	0	0	⇒
Sterile Products	175	160	160	(0)	175	0	0	0	⇒
GP Retainers	193	177	177	0	193	0	0	0	⇒
Primary Care Other Total	2,305	2,113	2,216	(103)	2,417	(112)	(112)	0	⇒
Reserves									
Contingency	614	563	66	497	72	542	542	0	⇒
Other Reserves	527	483	0	483	0	527	527	0	⇒
Reserves Total	1,141	1,046	66	980	72	1,069	1,069	0	⇒
Delegated Grand Total	121,424	111,305	112,233	(928)	122,395	(971)	(971)	0	⇒

Appendix 2

'Other' Primary Care Month End Report 28th February 2019 (Month 11)

	Annual Budget £'000K	Year to Date Budget £'000K	Year to Date Actuals £'000K	Year to Date Variance £'000K	Sum of Forecast Out-turn £'000K	Forecast Out-turn Variance £'000K	Prior Month Forecast Variance £'000K	Forecast Variance Movement £'000K	
Out of Hours									
Out of Hours (BrisDoc Contract)	8,868	8,129	8,305	(177)	9,058	(190)	(190)	0	⇒
NHS 111 Service (Care UK Contract)	2,837	2,601	3,605	(1,005)	3,933	(1,096)	(1,096)	0	⇒
GPSU & GPST	1,648	1,511	1,480	31	1,614	34	34	0	⇒
Out of Hours Total	13,353	12,241	13,391	(1,150)	14,605	(1,252)	(1,252)	0	⇒
GP Forward View									
Improved Access	5,672	5,199	4,743	456	5,175	497	310	187	↑
LTS Phase 1	1,450	1,329	1,404	(75)	1,531	(81)	0	(81)	↓
Online consultations	334	306	306	0	334	0	0	0	⇒
Reception and Clerical Training	170	156	156	(0)	170	0	0	0	⇒
GP Forward View Total	7,626	6,991	6,609	381	7,210	416	310	106	↑
PMS Review									
PMS review	4,719	4,326	4,326	(0)	4,729	(10)	0	(10)	↓
Treatment Rooms	1,100	1,008	1,012	(3)	1,100	0	0	0	⇒
Primary Care Offer	407	373	373	(0)	407	0	0	0	⇒
BCH Admin Staff	91	84	84	(0)	91	0	0	0	⇒
Additional Basket of Procedures	43	40	40	0	43	0	0	0	⇒
Counselling	10	9	9	(0)	10	0	0	0	⇒
PMS Review Total	6,370	5,839	5,843	(3)	6,380	(10)	0	(10)	↓
Local Enhanced Services									
Care Home LES	804	737	737	(0)	804	0	0	0	⇒
Anti-Coagulation LES	749	686	561	126	614	134	120	14	↑
Near Patient Testing LES	656	602	579	22	645	11	0	11	↑
Minor Injuries LES	355	325	325	(0)	355	0	0	0	⇒
Dementia LES	220	202	183	19	200	20	0	20	↑
Diabetes Insulin LES	91	83	103	(19)	115	(24)	0	(24)	↓
Care of Homeless LES	41	37	37	(0)	41	(0)	0	(0)	↓
Local Enhanced Services Total	2,916	2,672	2,525	147	2,774	141	120	21	↑
BpCAG and Compact									
BpCAG Over 75's & Mental Health	1,405	1,288	1,288	0	1,405	0	0	0	⇒
SG Compact Referral Mgmt & Performance	400	366	366	0	400	(0)	0	(0)	↓
BpCAG Clinical Resource Lead	33	31	31	(0)	33	0	0	0	⇒
BpCAG and Compact Total	1,838	1,685	1,685	0	1,838	(0)	0	(0)	↓
Clinical Leads & Membership Engagement									
Clinical Leads	1,023	937	939	(1)	1,023	(0)	0	(0)	↓
LLG Membership	580	531	601	(70)	580	0	0	0	⇒
GP Commissioning Locality Meetings	172	157	157	0	172	0	0	0	⇒
Practice Education	50	46	46	0	50	0	0	0	⇒
Nurse Forums	14	13	13	0	14	0	0	0	⇒
Locality Leadership Group (non-pay)	9	8	1	7	9	0	0	0	⇒
Practice Manager Forums	9	8	8	0	9	0	0	0	⇒
Clinical Leads & Membership Engagement Total	1,856	1,701	1,765	64	1,856	(0)	0	(0)	↓
Primary Care Other									
Referral Service	685	627	578	49	685	(0)	0	(0)	↓
Collaborative Payments	0	0	0	0	0	0	0	0	⇒
Connecting Care	266	244	244	0	266	(0)	(0)	0	⇒
Weston Primary Care Transformation	64	59	17	41	64	0	0	0	⇒
Hartcliffe Chiro	24	22	19	2	24	0	0	0	⇒
111 Reprourement	18	16	137	(121)	150	(132)	(132)	(0)	↓
Other	13	12	37	(26)	13	(0)	(0)	0	⇒
Asylum Seekers	-24	-22	0	(22)	-24	0	0	0	⇒
	473	434	434	(0)	473	0	0	0	⇒
	45	41	41	0	45	0	0	0	⇒
Primary Care Savings Target 2018/19	-298	-268	0	(268)	-298	0	0	0	⇒
Primary Care Other Total	1,264	1,163	1,508	(345)	1,397	134	(133)	(1)	↓
Grand Total	35,222	32,291	33,325	(1,034)	36,061	(839)	(954)	115	↑