

# Meeting of Primary Care Commissioning Committee

**Date: 30 November 2021**

**Time: 9:30- 11:15**

**Location: MS Teams**

<b>Agenda Number :</b>	8	
<b>Title:</b>	Primary Care Commissioning Committee Finance Update and Month 7 (October 2021) Reporting	
<b>Confidential Papers</b>	<b>Commercially Sensitive</b>	No
	<b>Legally Sensitive</b>	No
	<b>Contains Patient Identifiable data</b>	No
	<b>Financially Sensitive</b>	No
	<b>Time Sensitive – not for public release at this time</b>	No
	<b>Other (Please state)</b>	
<b>Purpose: For Information</b>		
<b>Key Points for Discussion:</b>		
	<ul style="list-style-type: none"> <li>An update on the 2021/22 financial position for all Primary Care Services, encompassing delegated commissioning (devolved Primary Medical Care allocation), 'Other' Primary Care services and medicines management (as funded from the CCGs Core allocation).</li> <li>Updated key assumptions, risks and mitigations inherent in delivering this position</li> <li>COVID-19 Expenditure</li> <li>Year to date financial position as at 31<sup>st</sup> October 2021</li> </ul>	
<b>Recommendations:</b>	Primary Care Co-Commissioning Committee is asked to: <ul style="list-style-type: none"> <li>Note the summary financial plan.</li> <li>Note the key risks and mitigations to delivering the financial plan.</li> <li>Note that at Month 7 (October), combined Primary Care budgets are reporting a £731k overspend before considering the risk pool. After applying the Risk Pool the net position is a small underspend.</li> </ul>	
<b>Previously Considered By and feedback:</b>	Financial Position reported through Primary Care Operational Group (PCOG) on a monthly basis, and as part of CCGs overall monthly reporting to Governing Body and NHS England.	



<b>Management of Declared Interest:</b>	Conflicts of Interest are managed at each meeting of the Committee.
<b>Risk and Assurance:</b>	<p>The risks set out in the main report highlight the key risks inherent in the Primary Care financial position in 2021/22, and the emerging in-year risks to delivering a break-even position.</p> <ul style="list-style-type: none"> <li>• Financial pressures within Primary Care Prescribing have contributed to an overspend of £731k year to date, and a current forecast to the year-end of £1,309k.</li> <li>• A 'risk pool' has been created in the wider CCG budget to fund the Primary Care Prescribing pressure whilst a better understanding of the recurrent costs is investigated, this essentially funds a breakeven position.</li> <li>• Additional funding of £2.15m (H1 - £1.98m, Oct - £0.17m) has been provided to support expanded capacity within General Practice.</li> <li>• Additional funding of up to £4.13m (Nov 21 – Mar 22) has been made available to support Winter Access..</li> <li>• PCNs continue to support the Covid vaccination program, supported financially through an Item of Service payment.</li> </ul>
<b>Financial / Resource Implications:</b>	See Key Points for Discussion
<b>Legal, Policy and Regulatory Requirements:</b>	Not Applicable
<b>How does this reduce Health Inequalities:</b>	No implications to note
<b>How does this impact on Equality &amp; diversity</b>	No implications to note
<b>Patient and Public Involvement:</b>	No implications to note
<b>Communications and Engagement:</b>	Not Applicable
<b>Author(s):</b>	Jamie Denton (Head of Finance – Primary, Community & Non-Acute Services), BNSSG CCG
<b>Sponsoring Director / Clinical Lead / Lay Member:</b>	Sarah Truelove (Deputy Chief Executive / Director of Finance), BNSSG CCG

## Agenda item: 8 - Primary Care Commissioning Committee Finance Update and Month 7 (October 2021) Reporting

### 1. Background

The purpose of this report is to update the Primary Care Commissioning Committee (PCCC) on the financial issues impacting Primary Care Services, encompassing delegated commissioning (devolved Primary Medical Care allocation), 'Other' Primary Care services and Medicines Management (as funded from the CCGs Core allocation). The report also provides an update on the position as at 31<sup>st</sup> October 2021, and the emerging financial risks to delivery of the financial plan.

### 2. Summary Financial Position as at 31<sup>st</sup> October 2021

#### 2.1 2021/22 Summary Financial Position

The reported position at Month 7 is a year to date overspend of £731k, forecast to be £1.3m overspent at the end of the financial year. After taking account of the risk pool noted above the year to date & forecast position present a small underspend.

The key variance is within the Primary Care Prescribing budget, £808k overspent, an improvement of £132k from the reported variance last month. The forecast continues to present an overspend of £1.35m by the end of the financial year (Section 6 and appendix 2 of this report illustrate the challenge in more detail).

At the October 2021 PCCC meeting the introduction of a 'risk pool' to provide financial support for the Primary Care Prescribing deficit was discussed. The risk pool will be held within the wider CCG budget and is intended to support a balanced financial position. The committee will continue to receive the variance reported in the Prescribing budget so that there is sight of the financial pressures.

The table below (2.3) outlines the high-level financial plan for all Primary Care budgets in 2021/22, reflecting the budget setting paper as presented to PCCC in April & May 2021, and any additional allocations received in the year.

#### 2.2 In month Developments

The following additional sources of funding have been confirmed;

- **COVID Expansion Fund** - During the first half of the financial year, an additional £120m was made available to general practice to expand capacity via local commissioners. The



amount tapered to £10m for September. A further £10m of continued funding will be distributed in the same way in October 2021. For our system this represents £165k

- **Winter Access Fund** - For the five months November to March, a new £250m Winter Access Fund will help patients with urgent care needs to get seen when they need to, on the same day, taking account of their preferences, instead of going to hospital. For our system this represents up to £4,125k, subject to a national application process.

## 2.3 2021/22 Budget Summary – Sources & Application of Funding

The following table illustrates the in-year budget adjustments, with year-to-date performance against this plan summarised in section 2.6, and described in detail in the Section 6 narrative and Appendix 1.

		Primary Care Medical (£000's)	Medicines Management (£000's)	Other Primary Care (£000's)	TOTAL (£000's)
<b>Sources</b>					
Published Delegated Allocations - Final allocation	Recurrent	£145,976			£145,976
Reduction for central indemnity scheme	Recurrent	-£5,311			-£5,311
Recurrent Funding	Recurrent	£300			£300
CCG Budget Setting 2021/22		£140,965	£140,927	£18,402	£300,294
<b>Allocations Received</b>					
Allocation differential		-£150			-£150
Investment & Impact Fund	Recurrent	£2,579			£2,579
Care Home Premium	Recurrent	£946			£946
Increase in Practice Funding	Recurrent	£319			£319
Primary Care Transformation Funding	Non Recurrent			£1,391	£1,391
Covid Expansion Fund 21/22 (Q1&2)	Non Recurrent			£1,980	£1,980
Long COVID DES (Rec'd M5)	Recurrent	£516			£516
Health & Wellbeing Fund	Non Recurrent			£320	£320
Clinical Lead - Cardio Vascular Disease (CVD)	Non Recurrent			£24	£24
SW Covid Vaccination Prog	Non Recurrent			£100	£100
<b>Annual Budget as at Month 7</b>		<b>£145,175</b>	<b>£140,927</b>	<b>£22,218</b>	<b>£308,320</b>
<b>Future Anticipated Allocations</b>					
Additional Roles Unallocated Funding	Recurrent				£0
Primary Care Transformation Funding	Non Recurrent			£1,757	£1,757
SW Covid Vaccination Prog (Anticipated H2)	Non Recurrent			£100	£100
Covid Expansion Fund 21/22 - Oct 2021		£125			£125
<b>2021/22 Expected Budget</b>		<b>£145,300</b>	<b>£140,927</b>	<b>£24,075</b>	<b>£310,302</b>
<b>Applications</b>					
Planned Expenditure		£146,468	£146,882	£22,861	£316,211
Contingency		£724		£1,186	£1,910
Identified QIPP Schemes			-£2,820		-£2,820
Unidentified QIPP Schemes		-£1,910	-£1,780		-£3,690
<b>2021/22 Expenditure Plan</b>		<b>£145,282</b>	<b>£142,282</b>	<b>£24,047</b>	<b>£311,611</b>
<b>2021/22 Planned Surplus / Deficit</b>		<b>£18</b>	<b>-£1,355</b>	<b>£28</b>	<b>-£1,309</b>
<b>Risk Pool - CCG Reserve</b>			£1,355		£1,355
<b>2021/22 Surplus / Deficit (inc risk pool)</b>		<b>£18</b>	<b>£0</b>	<b>£28</b>	<b>£46</b>

## 2.4 Key Risks & Mitigations

Key risks to be noted within the Primary Care financial position are summarised as follows:

Risks	Mitigations
The on-going Covid-19 crises is having an adverse effect on the identified medicines management savings schemes	The growth funding applied to the 21/22 budget included all pressures from 20/21. Any emerging pressures in the year will be monitored for additional mitigation
There is a risk that the level of APMS contract premium over and above Global Sum funding is in excess of the budgeted amount	Minimising the use of discretionary spend, contract premiums and contract transition support funding that isn't committed to existing contracts.
Primary Care Prescribing cost & volume pressures are impacting the ability to achieve the required savings target of £4.6m (H1, £2.3m)	There are some mitigations emerging in second half of the year, the indication is that this benefit will not be sufficient to cover pressures, as such a 'risk pool' has been created within the wider CCG budget to support the forecast overspend

## 2.5 Implications of Changes to NHS Financial Framework

The NHS has continued to operate an alternative financial framework for 2021/22 as it continues to respond to the Covid pandemic;

- Funding has now been issued for the full year in line with the original budget setting for the 2021/22 financial year.
- Covid funding continues to be made available supporting the system to respond to pressures.
- Additional funding continues to recognise where additional resource is required to deliver increased activity/capacity.

The financial framework for the committee reported budgets had been set to achieve a breakeven position for the year. Prescribing cost pressures have resulted in the introduction of a risk pool. Overall a breakeven position continues to be supported for the financial year.

## 2.6 Summary Financial Position as at 31<sup>st</sup> October 2021 (Month 7)



	2020/21 Annual Budget (£ '000)	Year to Date Budget (£ '000)	Year to date Expenditure (£ '000)	COVID-19 Costs (£ '000)	TOTAL Expenditure (£ '000)	Year to Date Variance (£ '000)
Primary Care (Delegated)	£145,175	£84,794	£84,683	£95	£84,778	£16
Other Primary Care	£22,218	£15,331	£12,238	£3,033	£15,271	£60
Medicines Management	£140,927	£82,207	£83,015	£0	£83,015	(£808)
<b>Totals</b>	<b>£308,320</b>	<b>£182,332</b>	<b>£179,936</b>	<b>£3,128</b>	<b>£183,064</b>	<b>(£732)</b>
Risk Pool - CCG Reserve	£1,355	£808	£0	£0	£0	£808
<b>Totals (inc risk Reserve)</b>	<b>£309,675</b>	<b>£183,140</b>	<b>£179,936</b>	<b>£3,128</b>	<b>£183,064</b>	<b>£76</b>

### 3. Covid-19 Costs

#### 3.1 Primary Care Delegated

In line with national guidance, all GP practices in 2021/22 continue to receive all revenues that had been planned in the five year forward view;

- Locally Enhanced Services received revenue protection for Quarter 1
- Directed Enhanced Services have reverted to activity-based payments for 21/22
- QOF has reverted to the traditional calculated payment for 21/22

In line with national guidance (March 2021), the 21/22 COVID Capacity Expansion Fund (CEF), £1.98m, was allocated to CCGs to support General Practice to expand capacity to; return capacity to at least prior year levels and to support the seven priority goals. MOUs are in the process of being agreed with Practices to deliver the funding as follows;

- 1<sup>st</sup> Tranche, £1.32m,
- 2<sup>nd</sup> Tranche, £0.66m

A further tranche to extent the CEF to cover October 2021 has been made available to General Practice, £0.17m.

The additional PCN clinical director funding, up to c.£1,917k, has been provided to increase Clinical Director time per PCN to fund, and is subject to, continued support of the vaccination programme;

- April 2021 – September 2021, increasing Clinical Director time from 0.25 WTE to 1 WTE, £1,150k.
- October 2021 – March 2022, increasing Clinical Director time from 0.25WTE to 0.75WTE, £767k.

The Primary Care element of the vaccination programme, started early December 2020, has been supported through an additional source of revenue delivered directly by NHSE to the Lead PCNs identified as a part of the vaccination programme;

- Item of Service Fee, £12.58 / vaccination, to support Primary Care to deliver the vaccination, with specific variation to appropriately fund 'hard to reach' population (e.g. Care Homes)
- Nationally purchased/provided equipment & consumables, to support Primary Care to deliver the vaccination.
- Additional Funding to support those costs not covered via the nationally purchased/provided route above. The funding made available is £20m nationally, applied on a 'drawdown' method locally.

The Winter Access Fund is to support the five months November to March, a new £250m Winter Access Fund will help patients with urgent care needs to get seen when they need to, on the same day, taking account of their preferences, instead of going to hospital. For our system this represents up to £4,125k, subject to a national application process.

## 4. 2021/22 Primary Care Network DES Update

### 4.1 Sources & Application of funding

The maximum funding available to all BNSSG PCNs in 2021/22 is £22.4m. (Increased by £1,237k, new schemes have been indicated in the table below with a '\*') £11.9m of this funding is included within the CCGs Primary Medical Care allocation, and funding for the £1.50/head Core PCN funding is included within the CCGs Core Programme allocation.

The average weighted population size of the 19 PCNs within BNSSG is 51,512, which equates to average maximum network funding per PCN of £1,177k (Increase from £1,112k as a result of schemes introduced in year) in 2021/22.

The CCG has received an adjustment to the Primary Medical Care Allocation for the Care Home Premium to be paid at £120 per CQC-registered care home bed per year. Introduced in 2020/21 based on 7,887 beds, this funding has increased from £473k to £946k for 2021/22.

Investment & Impact Fund (IIF) funding - an incentive scheme which will pay out to PCNs based on performance metrics set out in GP Contract. The funding available will be £2.47 per registered patient, the equivalent to £2,579k per annum for full achievement.

- £50.7m introduced in April 2020, held by the CCG
- £99.3m increase to funding for 21/22 – Not currently allocated to the CCG

There is one additional source of funding that is only **part held** by the CCG:



The original Additional Roles Reimbursement Scheme (ARRS) funding (£6.7m), is included in Primary Medical Care allocations, and represents around 60% of the total maximum reimbursable sum to PCNs. Funding for the expansion of the ARRS to cover a wider range of roles with 100% reimbursement has not been added to the revised Primary Care Medical Allocations.

The additional ARRS funding (£5.4m), will be held by NHSE&I and not added to the revised local Primary Care Medical allocations. Once the funding within the baseline allocation has been claimed by PCNs, CCGs will be able to draw down additional allocations - on the basis of need, from the centrally-held additional funding.

Financial Entitlement	Basis	Funding Stream (£'000)				Average PCN Funding
		Primary Care Medical Allocation	CCG Core Allocation	Centrally Held by NHSE&I (B)	TOTAL Funding 2020/21	
Clinical Director	£0.74 (registered patient)	£767			£767	£40.4
Additional Roles Reimbursement	£12.31 (weighted patient)	£6,701		£5,351	£12,052	£634.3
Network Participation Payment	£1.76 (weighted patient)	£1,724			£1,724	£90.7
Extended Hours Access	£1.44 (registered patient)	£1,501			£1,501	£79.0
Investment & Impact Fund	£2.47 (registered patient)		£2,579		£2,579	£135.8
Care Home Premium	£120 per bed (annually)		£946		£946	£49.8
Core PCN Payment	£1.50 (registered patient)		£1,563		£1,563	£82.3
Long COVID*	£0.495 (registered patient)	£516			£516	£27.2
Leadership & Management*	£0.707 (PCN Adjusted Pop)	£721			£721	£37.9
<b>Network DES Total Funding</b>		<b>£11,929</b>	<b>£5,089</b>	<b>£5,351</b>	<b>£22,369</b>	<b>£1,177.3</b>

\*Added in year as a result of national communication/allocation

## 4.2 Investment & Impact Fund (IIF)

The Investment and Impact Fund (IIF) forms part of the Network Contract Directed Enhanced Service (DES). In 2021/22, the IIF will run for 12 months, from 1 April 2021 until 31 March 2022. It will support primary care networks (PCNs) to deliver high quality care to their population, and the delivery of the priority objectives articulated in the NHS Long Term Plan.

In 2021/22, the initial phase of the IIF is divided into two domains: (i) prevention and tackling health inequalities and (ii) providing high quality care. Both contain areas and these in turn contain indicators. An initial six indicators are included in 2021/22.

The domains, areas and indicators for the initial phase of the IIF in 2021/22 are set out in the summary table below:





Domain	Area	Indicators
Prevention and tackling health inequalities	Prevention	<b>VI-01:</b> Percentage of patients aged 65 or over who received a seasonal influenza vaccination between 1 September and 31 March
		<b>VI-02:</b> Percentage of patients aged 18 to 64 years and in a clinical at-risk group who received a seasonal influenza vaccination between 1 September and 31 March
		<b>VI-03:</b> Percentage of children aged 2 to 3 who received a seasonal influenza vaccination between 1 September and 31 March
	Tackling health inequalities	<b>HI-01:</b> Percentage of patients on the Learning Disability register aged 14 or over, who received an annual Learning Disability Health Check and a completed Health Action Plan
Providing high quality care	Personalised care	<b>PC-01:</b> Percentage of patients referred to social prescribing
	Access	<b>ACC-01:</b> Confirmation that, by 30 June, all practices in the PCN have mapped all active appointment slot types to the new set of national appointment categories, and are complying with the August 2020 guidance on recording of appointments

In January 2021, NHS England and the BMA England General Practitioners Committee (GPC England) agreed to defer the introduction of new PCN service requirements and the majority of new Investment and Impact Fund (IIF) incentives until at least October 2021, recognising the significant workload challenges being experienced

A NHSE plan for the gradual introduction of new service requirements for PCNs and confirming how PCNs will access the significant funding available for their activities through the IIF across the second half of 2021/22 and 2022/23. As previously set out, the IIF will be worth £150m for PCNs for 2021/22 and £225m for 2022/23.

The detailed guidance on the full set of measures can be found [Primary Care Networks Plans for 2021-22 and 2022-23](#), Appendix B indicating the year of introduction, further, detailing the indicator, threshold, valuation and data source for each measure.

### 4.3 Care Home Premium

PCNs are entitled to a payment to facilitate delivery of services to patients in care homes. The payment is calculated on the basis of £120 per bed from April 2021.

The number of beds will be based on Care Quality Commission (CQC) data on beds within services that are registered as care home services with nursing (CHN) and care home services without nursing (CHS) in England

The CCGs allocation of £946k is based on 7,883 beds in 776 active locations as at March 2020. There has been no adjustment to this allocation for 2021/22 to recognise the increase in beds.

### 4.4 Weight Management (PbR)

In line with the government policy to tackle obesity it has been recognised often General Practice is the first 'port of call' when patients need health advice & support. To recognise the key role, NHS England have provided up to £20m nationally to support general practice from 1 July 2021 until March 2022.

Locally, the payment mechanism will be £11.50 per referral to one of the designated services ([Weight mgmt ES specification](#)). In total this will provide c.£300k of additional funding to General Practice.

#### **4.5 Long COVID (Allocated)**

To recognise the key role and additional requirement from general practice in managing this new on complex condition, NHS England have provided up to £30m nationally to support Long Covid from 1 July 2021 to 31 March 2022.

Locally this will be distributed via two payments; £0.371 per registered patient (paid monthly), and £0.124 based on achieving the objectives required of the DES. In total this will provide up to £516k of additional funding to General Practice.

#### **4.6 PCN Leadership & Management**

The updated [2021/22 Network Contract DES](#) includes a new payment for PCN leadership and management, which starts from 01 October, and will be split into 6 monthly instalments (for the period 01 October 2021 to 31 March 2022). This represents £721k for the BNSSG system.

The payment to PCNs is calculated as £0.707 multiplied by the PCN Adjusted Population (equating to £0.118 multiplied by the PCN Adjusted Population per month) as at 1 September 2021. The PCN Adjusted Population figure is derived from practice level populations which are adjusted by the 2019-20 to 2023-24 CCG primary medical care allocation formula. These adjusted populations have been calculated based on the registered lists at 1 September published by NHSD. For the avoidance of doubt, please note that the adjustment applied to the populations is different from the Carr-Hill weighting.

### **5. Transformation (SDF) & Resilience Funding**

The Primary Care system development funding (SDF) for 2021/22 provides the CCG with the opportunity to utilise up to £3,148k during the financial year, noting that a number of the schemes have an element of conditional funding with allocations received only once the funding has been committed.



The table below indicates confirmed & conditional allocations that the CCG has received for H1 - £1,391k. There are two variances to the drawdown process noted to date as a result of submitted plans to NHSE/I;

- Fellowship funding, the drawdown of this funding is behind plan by £107k.
- Supporting Mentorship Scheme, the drawdown of this funding is ahead of plan by £51k

We anticipate the full £2,892k will be made available subject to the commitment of funds during the financial year.

Scheme	National (£000's)	Allocations Received			Allocations Not Rec'd		Total H1 & H2 SDF
		Confirmed Allocations H1	Conditional Allocations H2*	H1 Allocations Received	Conditional Allocations Q2	H2 Indicative Allocations	
Workforce: Training Hubs	12,000	99		99		99	198
Workforce: GP Retention- system allocations	12,000	100		100		98	198
Fellowships - aspiring leaders fellowship (GPs and nurses)	55,000	347		347	107	454	908
Supporting Mentors Scheme	8,100	67	51	118		16	134
Primary Care Networks - development and support systems	29,200	241		241		241	482
Practice resilience programme - local	8,500	70		70		70	139
Online consultation software systems (local)	16,000	131		131		131	261
Improving Access		226		226		226	452
Flexible Pools		60		60		60	120
<b>Sub Total</b>	<b>140,800</b>	<b>1,340</b>	<b>51</b>	<b>1,391</b>	<b>107</b>	<b>1,394</b>	<b>2,892</b>

\*H2 Allocation received during H1

The table below contains the SDF allocations that have been announced in formal documentation, but will be held and distributed by NHSE/I direct to practices.

Scheme	National (£000's)	Anticipate d Full Year Conditional Allocation
International Recruitment:	5,000	
New to Partnership Payments ("Accession payments")	15,500	256
<b>Sub Total</b>	<b>290,100</b>	<b>256</b>

## 6. Key Month End Variances by Area

The reported position at Month 7 is a year to date overspend of £731k, forecast to be £1.3m overspent at the end of the financial year.

- The key driver of the overspend is the Primary Care Prescribing budget, £808k overspent, an improvement of £132k from the reported variance last month. The forecast continues to present an overspend of £1.35m by the end of the financial year (Section 6 of this report and appendix 2, illustrate the challenge in more detail).

At the previous PCCC meeting the introduction of a 'risk pool' to provide financial support for the Primary Care Prescribing deficit was discussed. The risk pool will be held within the wider CCG budget and is intended to support a balanced financial position. The committee will continue to receive the variance reported in the Prescribing budget so that the committee are sighted on the financial pressures.

- The Primary Care, Core & Delegated budgets continue to present a breakeven position.

## 6.1 Primary Care Medical (Delegated) - Year to Date Variance

Underspend / (Overspend)	Year to Date Budget (£ '000)	Year to date Expenditure (£ '000)	Year to Date Variance (£ '000)
GMS/PMS/APMS Contracts	£56,391	£56,369	£22
Primary Care Networks DES	£7,418	£7,418	£0
Designated Enhanced Services (DES)	£1,898	£1,903	(£5)
Quality Outcomes Framework (QOF)	£7,958	£7,958	£0
Premises Costs	£8,858	£8,858	(£0)
Other GP Services	£1,018	£1,018	£0
Locum Reimbursement Costs	£1,202	£1,202	(£0)
Prescribing & Dispensing Fees	£743	£743	£0
Delegated Primary Care Reserve	-£691	-£691	£0
<b>Primary Care (Delegated) Total</b>	<b>£84,794</b>	<b>£84,778</b>	<b>£16</b>

The position presented for Primary Care Medical (Delegated) is an underspend of £16k, representing small variances to contract payment as a result of variation to forecast population growth.

The allocation for the contribution provided by the Local Authorities in support of the primary care vaccination programme has now been received (£95k), this will continue to be retrofunded by NHSE/I.

This position recognises full utilisation of the Delegated and Core Reserve. Any emerging pressures that arise in the year will need to be mitigated through underspending within this financial year.

There are underlying pressure in Primary Care as a result of APMS contract support. These unresolved pressures will continue to be reviewed throughout the financial reporting for 2021/22



## Primary Care Networks DES

The expansion of the Impact and Investment Fund (IIF), represents an opportunity to generate additional revenue to provide enhanced service provision to the patient. As information on the additional measures become available these will feature in this report.

## Quality Outcomes Framework (QOF)

The QOF payments revert to the calculation method for 2021/22. This recognises the NHSE desire to return pre-pandemic operation of financial flows.

There have been further enhancement to the funding this financial year with both the value and number of QOF points increasing as follows;

Value of QOF point	£194.83	£201.16	£6.33	3.2%
Total number of QOF points	567	635		12.0%

## Delegated Primary Care Reserve

The Primary Care Medical budgets had forecast expenditure of £1,910 in excess of the 21/22 allocation. The Reserve budgets set for Delegated & Core have been set to fund this deficit at; £724k, and £1,186k respectively (£1,910k).

## 6.2 Medicines Management - Year to Date Variance

Underspend / (Overspend)	Year to Date Budget (£ '000)	Year to date Expenditure (£ '000)	Year to Date Variance (£ '000)
Primary Care Prescribing	£75,996	£76,804	(£808)
Central Drugs Costs	£3,755	£3,755	(£0)
Home Oxygen Service	£1,240	£1,240	£0
Other Prescribing	£1,086	£1,086	£0
Medicines Management - Clinical	£131	£131	(£0)
<b>Medicines Management Total</b>	<b>£82,207</b>	<b>£83,015</b>	<b>(£808)</b>

The budget set for 2021/22 had been set to fund all of the financial pressures of 2020/21, and 0.68% growth as per the national guidance.

The current position presented for Primary Care Prescribing is an overspend of £808k. The analysis provided in appendix two support the explanation causing this variation.



- 2a – Summary, this tab indicates the large movements within the high level categories of reporting comparing April–August 2020/21 vs April–August 2021/22. The cost pressure is driven by the Itemised Prescribing Payment (IPP). The NCSO, Drug Tariff & Cat M (to be read as ‘one’) provide a net benefit when compared with last financial year.
- 2b – Growth by BNF Chapter, this tab indicates the variation at a chapter level (represents ‘000’s drug beneath this level) and the net cost pressure when comparing April–August 2020/21 vs April–August 2021/22.

In simple terms the key driver of the variance is the price, and not the volume of products.

There are mitigations emerging in second half of the year (included in the forecast), particularly with regards to Category M drug prices, however, the indication is that this benefit will not be sufficient to cover the cost pressures and as such a risk pool has been introduced to support a balanced financial position.

### 6.3 Other CCG Commissioned Primary Care Services – Year to Variance

Underspend / (Overspend)	Year to Date Budget (£ '000)	Year to date Expenditure (£ '000)	Year to Date Variance (£ '000)
GP Forward View	£4,889	£4,857	£32
PMS Premium Reinvestment	£2,921	£2,921	(£0)
Primary Care Networks DES	£912	£912	£0
Local Enhanced Services	£1,611	£1,611	£0
Clinical Leads & Membership Engagement	£602	£574	£29
Other Primary Care	£491	£491	£0
Locality Leadership Groups	£435	£435	£0
Primary Care Reserve	£3,469	£3,469	£0
<b>Primary Care Total</b>	<b>£15,331</b>	<b>£15,271</b>	<b>£60</b>

#### Primary Care System Development funding (SDF)

The CCG has received £1,391k of allocations to date, at this stage in the year these scheme have been accounted as though costs are committed, and as such no underspend has been reported.

#### Local Enhanced Services (LES)

The Locally Enhanced Services continue to be protected GP practice income during the first quarter of 2020/21 via block payments, these payments will revert to payment based on activity measures from quarter two.

#### Health & Wellbeing



The NHS People Plan 2020/21, published in July 2020, outlines a strong emphasis on ‘Looking after our people’ – including 23 commitments related to health and wellbeing. A pilot has been agreed for our ICS for the period 21/22 and funding of £320k has been allocated to support this pilot.

## 7. Appendices

- Appendix 1 – Summary Primary Care Medical Finance Report as at 31<sup>st</sup> October 2021
  - 1a - BNSSG Primary Care Medical Finance Report as at 31<sup>st</sup> October 2021
  - 1b - BNSSG Primary Care Core Finance Report as at 31<sup>st</sup> October 2021
  - 1c - BNSSG Primary Care Prescribing Finance Report as at 31<sup>st</sup> October 2021
  
- Appendix 2 – M7 Prescribing Cost Analysis

## Primary Care Co-Commissioning Committee

### Summary Finance Report as at 31st October 2021 (Month 7)

Underspend / (Overspend)	Year to Date Budget (£ '000)	Year to date Expenditure (£ '000)	Year to Date Variance (£ '000)	Annual Budget (£ '000)	Forecast Outturn (£ '000)	Forecast Variance (£ '000)
<b>Primary Care (Delegated) - Appendix 1a</b>						
GMS/PMS/APMS Contracts	56,391	56,369	22	96,509	96,485	24
Primary Care Networks DES	7,418	7,418	0	12,716	12,716	0
Designated Enhanced Services (DES)	1,898	1,903	(5)	3,229	3,234	(5)
Quality Outcomes Framework (QOF)	7,958	7,958	0	13,643	13,643	0
Premises Costs	8,858	8,858	0	15,184	15,184	0
Other GP Services	1,018	1,018	0	1,745	1,745	0
Locum Reimbursement Costs	1,202	1,202	0	2,060	2,060	0
Prescribing & Dispensing Fees	743	743	0	1,273	1,273	0
Delegated Primary Care Reserve	(691)	(691)	0	(1,185)	(1,185)	0
<b>Primary Care (Delegated) Total</b>	<b>84,794</b>	<b>84,778</b>	<b>16</b>	<b>145,175</b>	<b>145,157</b>	<b>18</b>
<b>Primary Care (Core) - Appendix 1b</b>						
GP Forward View	4,889	4,857	32	7,160	7,132	28
PMS Premium Reinvestment	2,921	2,921	(0)	5,008	5,008	0
Primary Care Networks DES	912	912	0	1,563	1,563	0
Local Enhanced Services	1,611	1,611	0	2,762	2,762	0
Clinical Leads & Membership Engagement	602	574	29	889	889	0
Other Primary Care	491	491	0	522	522	0
Locality Leadership Funds	435	435	0	746	746	0
Primary Care Reserve	3,469	3,469	0	3,567	3,567	0
<b>Primary Care Core Total</b>	<b>15,331</b>	<b>15,271</b>	<b>60</b>	<b>22,218</b>	<b>22,190</b>	<b>28</b>
<b>Primary Care (Delegated &amp; Core) - Sub Total</b>						
<b>Primary Care - Sub Total</b>	<b>100,125</b>	<b>100,049</b>	<b>76</b>	<b>167,393</b>	<b>167,346</b>	<b>46</b>
<b>Medicines Management - Appendix 1c</b>						
Primary Care Prescribing	75,996	76,804	(808)	130,279	131,634	(1,355)
Central Drugs Costs	3,755	3,755	0	6,437	6,437	0
Home Oxygen Service	1,240	1,240	0	2,125	2,125	0
Other Prescribing	1,086	1,086	0	1,862	1,862	0
Medicines Management - Clinical	131	131	0	224	224	0
<b>Medicines Management Total</b>	<b>82,207</b>	<b>83,015</b>	<b>(808)</b>	<b>140,927</b>	<b>142,282</b>	<b>(1,355)</b>
<b>Grand Total</b>	<b>182,332</b>	<b>183,064</b>	<b>(731)</b>	<b>308,319</b>	<b>309,628</b>	<b>(1,309)</b>
<b>Risk Pool - CCG Reserve</b>						
<b>Risk Pool</b>	<b>808</b>	<b>0</b>	<b>808</b>	<b>1,355</b>	<b>0</b>	<b>1,355</b>
<b>Grand Total (inc Risk Pool)</b>	<b>183,140</b>	<b>183,064</b>	<b>76</b>	<b>309,675</b>	<b>309,628</b>	<b>46</b>





**Summary Finance Report as at 31st October 2021 (Month 7)**  
**Delegated Co-Commissioning (Appendix 1a)**

Underspend / (Overspend)	Year to Date Budget (£ '000)	Year to date Expenditure (£ '000)	Year to Date Variance (£ '000)	Annual Budget (£ '000)	Forecast Outturn (£ '000)	Forecast Variance (£ '000)
<b>GMS/PMS/APMS Contracts</b>						
PMS Contract Value	42,352	42,292	60	72,603	72,548	55
GMS Global Sum	11,015	11,015	0	18,883	18,883	0
APMS Contract	255	292	(36)	438	469	(31)
PMS Premium	2,363	2,363	0	4,050	4,050	0
APMS Contract Premium	69	69	0	119	119	0
APMS Contract Support	243	243	0	417	417	0
PCN Vaccination Costs	94	96	(2)	0	0	0
<b>GMS/PMS/APMS Contracts Total</b>	<b>56,391</b>	<b>56,369</b>	<b>22</b>	<b>96,509</b>	<b>96,485</b>	<b>24</b>
<b>Primary Care Networks DES</b>						
PCN Participation Payment	1,005	1,005	0	1,724	1,724	0
Additional Roles	3,909	3,909	0	6,701	6,701	0
PCN GP Clinical Leadership	447	447	0	767	767	0
Care Home DES	552	552	0	946	946	0
Other Practice Funding	0	0	0	0	0	0
Impact & Investment Funding	1,504	1,504	0	2,579	2,579	0
Leadership and Management	0	0	0	0	0	0
<b>Primary Care Networks DES Total</b>	<b>7,418</b>	<b>7,418</b>	<b>0</b>	<b>12,716</b>	<b>12,716</b>	<b>0</b>
<b>Designated Enhanced Services (DES)</b>						
Extended Hours Access	876	876	0	1,501	1,501	0
Minor Surgery	468	468	0	803	803	0
Long COVID	315	315	0	516	516	0
Learning Disabilities	195	195	0	334	334	0
Violent Patients	44	49	(5)	75	80	(5)
Weight Management	0	0	0	0	0	0
<b>Designated Enhanced Services (DES) Total</b>	<b>1,898</b>	<b>1,903</b>	<b>(5)</b>	<b>3,229</b>	<b>3,234</b>	<b>(5)</b>
<b>Quality Outcomes Framework (QOF)</b>						
QOF Aspiration & Achievement	7,958	7,958	0	13,643	13,643	0
<b>Quality Outcomes Framework (QOF) Total</b>	<b>7,958</b>	<b>7,958</b>	<b>0</b>	<b>13,643</b>	<b>13,643</b>	<b>0</b>
<b>Premises Costs</b>						
Notional Rent	4,061	4,061	0	6,962	6,962	0
Service Charges	1,567	1,567	0	2,686	2,686	0
Healthcentre Rent	1,144	1,144	0	1,961	1,961	0
Rates	881	881	0	1,510	1,510	0
Actual / Cost Rent	392	392	0	672	672	0
Void Costs	298	298	0	511	511	0
Clinical Waste	449	449	0	770	770	0
Water Rates	66	66	0	113	113	0
<b>Premises Costs Total</b>	<b>8,858</b>	<b>8,858</b>	<b>0</b>	<b>15,184</b>	<b>15,184</b>	<b>0</b>
<b>Other GP Services</b>						
CQC Fees Reimbursement	369	369	0	632	632	0
Connecting Care and LMC	123	123	0	210	210	0
Doctors Retainer Scheme	267	267	0	457	457	0
IUC Devices	104	104	0	178	178	0
Sterile Products	41	41	0	70	70	0
Translation Fees	91	91	0	156	156	0
Other Delegated Costs	25	25	0	42	42	0
<b>Other GP Services Total</b>	<b>1,018</b>	<b>1,018</b>	<b>0</b>	<b>1,745</b>	<b>1,745</b>	<b>0</b>
<b>Locum Reimbursement Costs</b>						
Locum Reimbursement Costs	1,202	1,202	0	2,060	2,060	0
<b>Locum Reimbursement Costs Total</b>	<b>1,202</b>	<b>1,202</b>	<b>0</b>	<b>2,060</b>	<b>2,060</b>	<b>0</b>
<b>Prescribing &amp; Dispensing Fees</b>						
Dispensing Fees	419	419	0	718	718	0
Prescribing Fees	300	300	0	514	514	0
Dispensing Quality Scheme	24	24	0	41	41	0
<b>Prescribing &amp; Dispensing Fees Total</b>	<b>743</b>	<b>743</b>	<b>0</b>	<b>1,273</b>	<b>1,273</b>	<b>0</b>
<b>Delegated Primary Care Reserve</b>						
Contingency	422	422	0	723	723	0
Section 96 Practice Support	0	0	0	0	0	0
Unidentified Savings	(1,113)	(1,113)	0	(1,908)	(1,908)	0
<b>Delegated Primary Care Reserve Total</b>	<b>(691)</b>	<b>(691)</b>	<b>0</b>	<b>(1,185)</b>	<b>(1,185)</b>	<b>0</b>
<b>Grand Total</b>	<b>84,794</b>	<b>84,778</b>	<b>16</b>	<b>145,175</b>	<b>145,157</b>	<b>18</b>

## Summary Finance Report as at 31st October 2021 (Month 7)

### Other Primary Care (Appendix 1c)

Underspend / (Overspend)	Year to Date Budget (£ '000)	Year to date Expenditure (£ '000)	Year to Date Variance (£ '000)	Annual Budget (£ '000)	Forecast Outturn (£ '000)	Forecast Variance (£ '000)
<b>PC Transformation (Formerly GPFV)</b>						
Improved Access	3,458	3,426	32	5,871	5,843	28
Online consultations	152	152	0	131	131	0
Reception and Clerical Training	0	0	0	0	0	0
GP Retention	117	117	(1)	100	100	0
PCN Organisational Development	281	281	0	241	241	0
Fellowships Core Offer	405	405	0	347	347	0
Workforce Training Hubs	116	116	0	99	99	0
Practice Resilience	81	81	0	70	70	0
Walk in Centre	72	72	0	123	123	0
GP Mentoring Scheme	138	138	0	118	118	0
Flexible Pools	70	70	0	60	60	0
<b>GP Forward View Total</b>	<b>4,889</b>	<b>4,857</b>	<b>32</b>	<b>7,160</b>	<b>7,132</b>	<b>28</b>
<b>PMS Premium Reinvestment</b>						
PMS review	2,896	2,896	0	4,965	4,965	0
Additional Basket of Procedures	25	25	(0)	43	43	0
<b>PMS Premium Reinvestment Total</b>	<b>2,921</b>	<b>2,921</b>	<b>(0)</b>	<b>5,008</b>	<b>5,008</b>	<b>0</b>
<b>Primary Care Networks DES</b>						
£1.50 Core PCN Payment	912	912	0	1,563	1,563	0
<b>Primary Care Networks DES Total</b>	<b>912</b>	<b>912</b>	<b>0</b>	<b>1,563</b>	<b>1,563</b>	<b>0</b>
<b>Local Enhanced Services</b>						
Care Home LES	286	286	0	490	490	0
Dementia LES	290	290	0	497	497	0
Near Patient Testing LES	297	297	(0)	510	510	0
Anti-Coagulation LES	247	247	0	424	424	0
DVT	37	37	0	64	64	0
Diabetes Insulin LES	27	27	0	47	47	0
Care of Homeless LES	23	23	0	40	40	0
Care Home P3 LES	38	38	0	65	65	0
Phlebotomy LES	236	236	0	405	405	0
LES Reserve	128	128	0	220	220	0
<b>Local Enhanced Services Total</b>	<b>1,611</b>	<b>1,611</b>	<b>0</b>	<b>2,762</b>	<b>2,762</b>	<b>0</b>
<b>Clinical Leads &amp; Membership Engagement</b>						
Clinical Leads	602	574	29	889	889	0
<b>Clinical Leads &amp; Membership Engagement Total</b>	<b>602</b>	<b>574</b>	<b>29</b>	<b>889</b>	<b>889</b>	<b>0</b>
<b>Locality Leadership Funds</b>						
Place-based Clinical Leadership	435	435	0	746	746	0
<b>Locality Leadership Funds Total</b>	<b>435</b>	<b>435</b>	<b>0</b>	<b>746</b>	<b>746</b>	<b>0</b>
<b>Other Primary Care</b>						
CEPN	0	0	0	0	0	0
Health and Wellbeing Fund	373	373	0	320	320	0

**Summary Finance Report as at 31st October 2021 (Month 7)**  
**Other Primary Care (Appendix 1c)**

Hartcliffe Chiro	14	14	0	23	23	0
Community Glaucoma	20	20	0	34	34	0
Rose Clinic	22	22	0	38	38	0
Wellspring Healthy Living Centre - Physical Therapy	62	62	0	106	106	0
Weston Hospital Practice Support	0	0	0	0	0	0
<b>Other Primary Care Total</b>	<b>491</b>	<b>491</b>	<b>0</b>	<b>522</b>	<b>522</b>	<b>0</b>

**Primary Care Reserves**

PC Reserve	809	809	0	1,287	1,287	0
PC SDF funding	0	0	0	0	0	0
PC Covid allocation	350	350	0	300	300	0
PC COVID Expansion Fund	2,310	2,310	0	1,980	1,980	0
<b>Primary Care Reserves Total</b>	<b>3,469</b>	<b>3,469</b>	<b>0</b>	<b>3,567</b>	<b>3,567</b>	<b>0</b>

<b>Grand Total</b>	<b>15,331</b>	<b>15,271</b>	<b>60</b>	<b>22,218</b>	<b>22,190</b>	<b>28</b>
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## Summary Finance Report as at 31st August 2021 (Month 5)

### Medicines Management (Appendix 1b)

Underspend / (Overspend)	Year to Date Budget (£ '000)	Year to date Expenditure (£ '000)	Year to Date Variance (£ '000)	Annual Budget (£ '000)	Forecast Outturn (£ '000)	Forecast Variance (£ '000)
<b>Primary Care Prescribing</b>						
Practice Prescribing	75,996	76,804	-808	130,279	131,634	(1,355)
<b>Primary Care Prescribing Total</b>	<b>75,996</b>	<b>76,804</b>	<b>(808)</b>	<b>130,279</b>	<b>131,634</b>	<b>(1,355)</b>
<b>Central Drugs Costs</b>						
Central Drugs Costs	2,430	2,430	0	4,166	4,166	0
Dressings	1,325	1,325	0	2,271	2,271	0
<b>Central Drugs Costs Total</b>	<b>3,755</b>	<b>3,755</b>	<b>0</b>	<b>6,437</b>	<b>6,437</b>	<b>0</b>
<b>Home Oxygen Service</b>						
Home Oxygen	1,240	1,240	0	2,125	2,125	0
<b>Home Oxygen Service Total</b>	<b>1,240</b>	<b>1,240</b>	<b>0</b>	<b>2,125</b>	<b>2,125</b>	<b>0</b>
<b>Other Prescribing</b>						
Prescribing Incentive Schemes	608	608	0	1,042	1,042	0
Prescribing Software	209	209	0	358	358	0
Other Prescribing	138	138	0	236	236	0
Primary Care Dispensing	51	51	0	88	88	0
Brook	40	40	0	68	68	0
Trust Drugs	40	40	0	69	69	0
<b>Other Prescribing Total</b>	<b>1,086</b>	<b>1,086</b>	<b>0</b>	<b>1,862</b>	<b>1,862</b>	<b>0</b>
<b>Medicines Management - Clinical</b>						
Medicines Management - External Contractors	130	130	0	222	222	0
Medicines Management - Non Pay	1	1	0	2	2	0
<b>Medicines Management - Clinical Total</b>	<b>131</b>	<b>131</b>	<b>0</b>	<b>224</b>	<b>224</b>	<b>0</b>
<b>Grand Total</b>	<b>82,207</b>	<b>83,015</b>	<b>-808</b>	<b>140,927</b>	<b>142,282</b>	<b>(1,355)</b>



	£000's
<b>Budget 2021/22</b>	<b>£130,279</b>
IPP Net	£1,532
NCSO	-£1,593
Increased Drug Tariff Pressure	-£291
Usual Cat M	£1,845
Cat M Increase	-£927
<b>Total Actual variation YTD</b>	<b>£566</b>
Forecast (approx 7/12ths)	£792
<b>Outturn 2021/22</b>	<b>£131,637</b>
<b>Variance to budget</b>	<b>-£1,358</b>

To be read as 'one' product  
move between these categories

## Growth by BNF Chapter (based on increase in cost from Apr-Aug 2020/21 to Apr-Aug 2021/22)

BNF Chapter	Sum of 2020/21 Cost	Sum of 2021/22 Cost	Sum of Diff Cost 20/21 to 21/22
Cardiovascular System (02)	£9,917,021	£10,404,294	£487,273
Endocrine System (06)	£8,824,489	£9,243,686	£419,197
Gastro-Intestinal System (01)	£3,287,514	£3,706,202	£418,688
Appliances (21)	£3,162,271	£3,548,284	£386,013
Nutrition and Blood (09)	£2,758,213	£2,876,920	£118,707
Respiratory System (03)	£6,303,119	£6,408,998	£105,879
Stoma Appliances (23)	£1,691,483	£1,733,124	£41,641
Obstetrics, Gynaecology and Urinary-Tract Disorders (07)	£1,708,902	£1,749,698	£40,795
Skin (13)	£1,255,814	£1,290,335	£34,521
Musculoskeletal and Joint Diseases (10)	£1,134,512	£1,153,740	£19,228
Immunological Products and Vaccines (14)	£137,615	£142,359	£4,744
Ear, Nose and Oropharynx (12)	£412,924	£415,462	£2,538
Anaesthesia (15)	£62,795	£65,067	£2,273
Incontinence Appliances (22)	£358,845	£342,989	-£15,856
Dressings (20)	£192,307	£174,787	-£17,520
Other Drugs and Preparations (19)	£98,424	£77,334	-£21,090
Infections (05)	£1,201,665	£1,161,290	-£40,375
Malignant Disease and Immunosuppression (08)	£939,073	£853,134	-£85,939
Eye (11)	£881,838	£795,156	-£86,682
Central Nervous System (04)	£10,527,184	£9,370,591	-£1,156,593
<b>Grand Total</b>	<b>£54,856,007</b>	<b>£55,513,450</b>	<b>£657,443</b>