

Committee Title: Primary Care Commissioning

DATE: 14th May 2020

Title	Delegated Primary Care Finance Report 19/20																																																																												
This paper is for information																																																																													
Borough	All																																																																												
Practice Details	Practice Name	All practices																																																																											
	Contract Type	All types GMS/PMS/APMS																																																																											
	Site Address(s) inc. branch sites	All premises																																																																											
	List Size	2,020,803 as at 1 st January 2020																																																																											
	No. of Partners	n/a																																																																											
	Current CQC Rating	n/a																																																																											
	PCN Details	n/a																																																																											
Recommended action for the Committee	To note the year-end out-turn position for 19/20 for the delegated primary care budget																																																																												
Summary	<p>The reported financial position for 19/20 for South East London Primary Medical services is an in year over-spend of £0.2m against year to date total budgets of £267m.</p> <p>Table 1, below highlights the performance by area.</p> <p>Table 1: Financial Summary by Payment type</p>																																																																												
	<table border="1"> <thead> <tr> <th>Description</th> <th>Annual Budget</th> <th>Actual Expenditure</th> <th>Year-end Accruals</th> <th>Total Reported Spend</th> <th>Variance against Budget</th> </tr> <tr> <th></th> <th>£000</th> <th>£000</th> <th>£000</th> <th>£000</th> <th>£000</th> </tr> </thead> <tbody> <tr> <td>Core contract</td> <td>172,462</td> <td>174,754</td> <td>61</td> <td>174,816</td> <td>2,354</td> </tr> <tr> <td>Population/List Growth ear-marked fund</td> <td>2,622</td> <td>320</td> <td>0</td> <td>320</td> <td>(2,302)</td> </tr> <tr> <td>Caretaking Management</td> <td>206</td> <td>259</td> <td>14</td> <td>274</td> <td>67</td> </tr> <tr> <td>Premium Services</td> <td>23,409</td> <td>21,039</td> <td>1,935</td> <td>22,974</td> <td>(435)</td> </tr> <tr> <td>QOF</td> <td>19,759</td> <td>13,134</td> <td>6,888</td> <td>20,022</td> <td>263</td> </tr> <tr> <td>Enhanced Services</td> <td>11,097</td> <td>7,995</td> <td>2,617</td> <td>10,612</td> <td>(485)</td> </tr> <tr> <td>Premises and other reimbursements</td> <td>31,536</td> <td>27,599</td> <td>3,540</td> <td>31,140</td> <td>(396)</td> </tr> <tr> <td>PCO administered</td> <td>5,465</td> <td>3,620</td> <td>2,343</td> <td>5,963</td> <td>498</td> </tr> <tr> <td>Other</td> <td>760</td> <td>533</td> <td>933</td> <td>1,465</td> <td>705</td> </tr> <tr> <td>Ledger Total</td> <td>267,317</td> <td>249,254</td> <td>18,332</td> <td>267,586</td> <td>268</td> </tr> </tbody> </table>	Description	Annual Budget	Actual Expenditure	Year-end Accruals	Total Reported Spend	Variance against Budget		£000	£000	£000	£000	£000	Core contract	172,462	174,754	61	174,816	2,354	Population/List Growth ear-marked fund	2,622	320	0	320	(2,302)	Caretaking Management	206	259	14	274	67	Premium Services	23,409	21,039	1,935	22,974	(435)	QOF	19,759	13,134	6,888	20,022	263	Enhanced Services	11,097	7,995	2,617	10,612	(485)	Premises and other reimbursements	31,536	27,599	3,540	31,140	(396)	PCO administered	5,465	3,620	2,343	5,963	498	Other	760	533	933	1,465	705	Ledger Total	267,317	249,254	18,332	267,586	268				
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Potential Conflicts of Interest and mitigations	n/a																																																																												

Impacts of this paper	Key risks & mitigations (and/or BAF reference)	n/a
	Equalities legislation impact	n/a
	Financial impact	Reports for information only
	Impact on patients / service users	n/a
	Impact on other practices, including PCNs	None, this is a financial report and doesn't impact on payments and claims under contracts
	Estates impact	n/a
	Workforce impact	n/a
	Improve quality / safety	n/a
	Support integration	n/a
	How does the recommendation align with the Boroughs primary care strategy, and if not, please explain the rationale for this.	South East London requirement is to break-even on the delegated primary care budget
Wider support for this paper	Patient Engagement	n/a
	Other Committee Discussion/ Borough Engagement	Each PCC during 19/20 received regular financial reports for SEL and respective boroughs
	Stakeholder engagement, including LMC, Health Watch, Scrutiny committee, MP's, Councillors,	As above
	Public Engagement	These financial reports are presented in meetings in public
Author:	Sian Clapton	
Job Title:	Head of Finance, Primary Care	
Directorate:	Finance	
Clinical Lead:	Dr Jonty Heaversedge	
Responsible Director:	Usman Niazi	
Please append any relevant documents including detailed reports; options appraisals; background documents; national guidance etc.		
List of appendices/ Supporting	Name of document	

ENCLOSURE: 6
AGENDA ITEM: 9



South East London
Clinical Commissioning Group

information	
Appendix 1	Month 12 Primary Care Finance Report
Appendix 2	Month 12 Detailed Budget Performance

Appendix 1 – Month 12 Primary Care Finance Report

1. Overview

The reported financial position for 19/20 for South East London Primary Medical services is an over-spend of **£0.2m** against total budgets of **£267m**.

2. Primary Medical Services CCG Budgets and Expenditure

Table 1 below shows the final allocations and original budgets for 19/20 by CCG for Delegated Primary Care.

The estimated £1.8m cost pressure on the delegated budget was reduced by the year end to £0.2m in-year overspend, mainly due to improved calculation of budgets required to fund the new PCN DES commitments once the local arrangements were finalised.

Table 1

	19/20 allocation	CCG additional funding	Mth 10 allocation adjustments - GP @ Hand	Total funding available	Opening Budget Commitments 19/20	Surplus / Gap estimated at start of year
	£000	£000	£000	£000	£000	£000
Bexley	30,605		0	30,605	30,543	-62
Bromley	45,506		-20	45,486	45,072	-414
Greenwich	40,247		-87	40,160	38,985	-1,175
Lambeth	57,948	90	-253	57,785	61,693	3,908
Lewisham	46,499		-139	46,360	45,067	-1,293
Southwark	46,323	830	-232	46,921	47,734	813
Total SEL	267,128	920	-731	267,317	269,094	1,777

Summaries of reported expenditure for 19/20 for South East London are presented in Table 2.

Table 2 Financial Summary by Payment Type

Description	Annual Budget	Actual Expenditure	Year-end Accruals	Total Reported Spend	Variance against Budget
	£000	£000	£000	£000	£000
Core contract	172,462	174,754	61	174,816	2,354
Population/List Growth ear-marked fund	2,622	320	0	320	(2,302)
Caretaking Management	206	259	14	274	67
Premium Services	23,409	21,039	1,935	22,974	(435)
QOF	19,759	13,134	6,888	20,022	263
Enhanced Services	11,097	7,995	2,617	10,612	(485)
Premises and other reimbursements	31,536	27,599	3,540	31,140	(396)
PCO administered	5,465	3,620	2,343	5,963	498
Other	760	533	933	1,465	705
Ledger Total	267,317	249,254	18,332	267,586	268

Brackets denote underspend

3. Key Areas

a. Population/List Growth

Table 4 below shows changes in list size from April 19 to December 19, compared with the % change in financial year 2018/19 (April 18 to April 19). The change in weighted list having the most impact on contract payment and therefore expenditure against budget.

Across SEL, in-year list growth was budgeted at £2.6m for increased core contract costs, of which £2.3m was utilised.

Table 3

	Raw List size as at 01/04/19	Normalised Weighted List size as at 01/04/19	Raw List size as at 01/01/20	Normalised Weighted List size as at 01/01/20	% change in raw list April to Dec 19	% change in weighted list April to Dec 19	% change in raw list April 18 to April 19	% change in weighted list April 18 to April 19
Bexley	243,684	228,466	245,712	230,852	0.83%	1.04%	1.00%	1.48%
Bromley	351,942	329,252	354,248	334,313	0.66%	1.54%	0.84%	0.87%
Greenwich	301,292	293,017	305,382	296,294	1.36%	1.12%	2.06%	0.80%
Lambeth	423,158	404,256	429,958	410,027	1.61%	1.43%	2.37%	2.05%
Lewisham	337,097	323,533	342,726	327,627	1.67%	1.27%	2.22%	2.35%
Southwark	337,099	333,077	342,777	338,109	1.68%	1.51%	1.98%	1.73%
	1,994,272	1,911,601	2,020,803	1,937,222	0.93%	0.94%	1.79%	1.58%

b. Premises

Rent reviews continue to present a financial risk, particularly the backdated impact, and to reflect this risk accruals have been made against a revaluation budget.

An in-year review of premises expenditure identified £1m of business rates rebates potentially recoverable across the six CCGs based on information from the national business rates project being undertaken by GLHearn on behalf of NHS England. £140k of this was secured in 19/20 and this work will continue in 20/21.

c. Primary Care Networks

Primary Care Networks (PCNs) and the budgets to fund the DES were new for 19/20. As the PCNs became established in-year, the budgets required could be more accurately calculated.

In 19/20 there has been slippage on only one of the PCN DES budgets, the Additional Roles Reimbursement Scheme (ARRS). This slippage, totalling £500k, is non-recurrent and caused by in-year delays in recruitment.

Appendix 2 – Month 12 Budget Detail

Description	Annual Budget £000	Total Reported Spend £000	Variance against Budget £000
PMS Essential and Additional Services	140,856	141,477	620
PMS Premium Services	19,151	19,249	98
GMS Global Sum & MPIG	16,895	17,607	712
GMS Premium Services	2,052	2,125	73
APMS Essential and Additional Services	14,711	15,732	1,021
APMS Premium Services	2,207	1,600	(606)
Caretaking - Management Fee	206	274	67
Subtotal Core contract	196,078	198,064	1,986
Population/List Growth ear-marked fund	2,622	320	(2,302)
Total Core contract	198,699	198,383	(316)
QOF aspiration	13,524	13,405	(119)
QOF achievement	6,235	6,617	382
Total QOF	19,759	20,022	263
Minor Surgery DES	917	888	(29)
Extended Hours DES	3,131	3,048	(83)
Learn Dsblty Hlth Chk DES	396	565	169
SAS/Violent patients scheme	219	194	(25)
Out of area registration DES	0	1	1
PCN Practice participation DES	3,359	3,357	(2)
PCN DES	3,075	2,559	(516)
Total enhanced services	11,097	10,612	(485)
Rent	16,543	16,510	(33)
Rent - CHP/NHS PS	6,938	7,113	174
In-year revaluation budget	613	613	0
Business Rates	4,962	4,811	(151)
Business Rates - CHP/NHS PS	717	688	(29)
CHP Primary Care Void Charges	1,312	878	(434)
Other Premises	450	525	76
Total Premises Reimbursements	31,536	31,140	(396)
Seniority	1,298	1,174	(123)
Locum reimbursements	1,667	2,267	600
Retainer Scheme	155	212	57
PADM Prescribing Fees Admin	1,108	1,064	(44)
CQC Fees reimbursement	1,237	1,245	9
Total PCO administered	5,465	5,963	498
Other	435	910	475
Clinical waste	343	445	102
MOU costs	100	104	4
Prior Year - rechargeable to NHS E	0	0	0
Allocation deficit/unallocated contingency	(118)	6	124
	0	0	0
Total Other Medical Services	760	1,465	705
Total Primary Care Medical Services	267,317	267,586	268