

Financial Position – Month 12

April 2018

Month 12 Key Headlines

- CCG did meet key financial duties at Month 12
- Financial Position
 - £4.6m underspent V £4.6m target at year end
 - £1.1m Headroom held
 - £0.3m Category M drugsTotal £6.0m target surplus achieved
- Reserves – set up at Month 12 position
 - 0.5% Headroom £1.09m
- QiPP position - £9.3m target in year
- Running Costs £363k underspend
- BPPC – NHS 98.9% Non NHS 98.7% by number of invoices

Allocations Month 12

- The allocation received is in line with expected budgets approved by this Committee
- Total 2017-18 Annual Allocation £252.33m
- Allocations received in Month 12

01E - NHS Greater Preston CCG	01E	Q84	Y54	Non-Recurrent	Programme	In-Year	(38)	GPFV Online consultations - North cohort 1	Mth12	cendersby@nhs.net	
X24 - NHS England Central	X24	-	-	Non-recurrent	Programme	In-Year	10	M12 IAT Adjustment for IR Changes	Mth12	None given	
X24 - NHS England Central	X24	-	-	Non-Recurrent	Programme	In-Year	10	GP Access Allocations: National buddying network	Mth12	ekanem.kofiikpeme@nhs.net	
							<u>252,535</u>				

Health Economy Report

- BTH Month 10 2017-18 – £0.20m deficit plan
- BTH Month 10 forecast 2017-18 – £1.61m deficit actual
- Use of Resources 3
- LTH Month 11 2017-18 – £41.5m Deficit Actual
- LTH Month 11 2017-18 – £21m Deficit Plan
- Use of Resources 4
- In Year CCG Position 2017-18
 - F&W CCG Month 12 2017-18 £0.0m (Plan £0.0m)
 - BCCG Month 12 2017-18 £0.274m surplus (Plan £0.274m)

Performance of Main Providers

Month 12	In Month				Year To Date		
	Annual Budget £000s	Budget £000s	Actual £000s	Variance £000s	Budget £000s	Actual £000s	Variance £000s
Acute							
Acute NHS							
Blackpool Teaching Hospital FT	87,304	7,275	7,210	-66	87,304	85,468	-1,836
Lancashire Teaching Hospital FT	10,324	864	1,166	303	10,324	11,352	1,028
Acute Non-NHS							
Spire	3,796	312	273	-39	3,796	3,773	-23
Ambulance Services							
North West Ambulance	6,434	569	621	52	6,434	6,477	44
Community Services							
Blackpool Teaching Hospital FT	18,518	1,543	1,407	-136	18,518	18,710	192
Lancashire County Council	3,462	313	377	64	3,462	3,474	12
Mental Health							
Lancashire Care FT	16,786	1,374	1,296	-77	16,786	17,094	308
Lancashire County Council	1,676	140	318	178	1,676	1,623	-53
Total Main Providers	148,299	12,390	12,669	279	148,299	147,971	-328

Month 12	In Month				Year To Date		
	Annual Budget £000s	Budget £000s	Actual £000s	Variance £000s	Budget £000s	Actual £000s	Variance £000s
Acute NHS	102,645	8,559	8,808	249	102,645	101,926	-719
Acute Non-NHS	4,531	-331	453	784	4,531	5,397	866
Ambulance Services	6,434	569	621	52	6,434	6,478	45
Non Contracted Activity	1,857	155	525	370	1,857	2,319	462
NHS 111	707	59	35	-24	707	559	-148
Total Acute Services	116,175	9,011	10,443	1,432	116,175	116,680	506
Total Community Health Services	27,623	2,696	4,201	1,505	27,623	29,862	2,239
Total Mental Health	24,071	1,952	1,650	-302	24,071	23,624	-446
Total Continuing Care	11,811	928	99	-830	11,811	11,765	-46
Co-Commissioning	21,505	3,099	2,493	-606	21,505	20,731	-774
Prescribing	28,936	2,597	1,926	-671	28,936	27,534	-1,402
Primary Other	9,415	1,223	1,046	-177	9,415	9,882	467
Total Primary Care	59,856	6,919	5,465	-1,454	59,856	58,147	-1,709
Reserves	1,093	1,093	0	-1,093	1,093	0	-1,093
Planned Surplus	4,622	395	0	-395	4,622	0	-4,622
Property Services	2,179	126	-304	-430	2,179	1,748	-431
Other Programme	1,876	142	-48	-190	1,876	1,817	-59
Total Other Programme Spend	9,769	1,756	-352	-2,109	9,769	3,565	-6,204
Total Programme Spend	249,305	23,262	21,506	-1,756	249,305	243,643	-5,662
Total Admin Spend	3,230	308	267	-41	3,230	2,867	-363
Total Spend	252,535	23,570	21,773	-1,797	252,535	246,510	-6,025

Year End Position

- Annual Accounts Reporting of Surplus
 - The figure will be comprised of:
 - Original Target Surplus £4.6m
 - 0.5% Headroom (Reserves) £1.1m
 - Category M Drugs £0.3m
- Total Surplus Required £6.0m**

Reserves Analysis

- 0.5% Headroom £1.1m

- Total £1.1m

Other Reserves utilised in M12 to offset QiPP non achievement in year.

Key Risks

- Acute contract overperformance
 - LTH
- QiPP delivery remained behind overall recurrent target
- Mental Health OAPs potential year end settlement
- CHC and complex cases forecast variable
- Referral Management
- Net risk position reported to NHS England

Budget Shake out	Achieved	In development	New/Stretch Plan	Phase	Actioned
IM&T Revenue Budget underspend	£ 200,000		£ 200,000	Complete	Month 8, 9 & 10
Slippage - CHC Risk pool budget	£ 421,000		£ 421,000	Complete	Month 6
Slippage - Episodic Budget	£ 324,000		£ 324,000	Complete	Month 6 & 9
Slippage - LES	£ 242,000		£ 242,000	Complete	Month 6
Slippage - Innovation Fund	£ 150,000		£ 150,000	Complete	Month 7
Slippage - Reduce Home Oxygen budget	£ 30,000		£ 30,000	Complete	Month 7
Slippage - Reduce Home Oxygen budget	£ -	£ 70,000	£ 70,000	Development	Month 12
Disestablished acute budgets	£ 61,842		£ 61,842	Complete	Month 6 & 7
Disestablish Prescribing Reserve	£ 200,000		£ 200,000	Complete	Month 7
Utilise the Contingency Reserve	£ 1,250,000		£ 1,250,000	Complete	Month 7
Slippage - Primary Urgent Care Phasing	£ 26,000	£ -	£ 26,000	Complete	Month 6 & 7
Reduce LD Budgets	£ 174,125	£ -	£ 174,125	Complete	Month 8
NMoC - staffing slippage	TBC			Development	
Winter Resilience Budget	TBC				
Slippage - Integrated Falls Service	TBC	£ 40,500	£ 40,500	Development	
Slippage - AQP Audiology	TBC	£ 496,007	£ 496,007	Development	
Slippage - PUC (DVT, Care Co-ord, BTH UTC)	TBC	TBC		Development	
Slippage - GP Quality Contract	TBC	£ 50,000	£ 50,000	Development	
Slippage - iBCF	£ 300,000		£ 300,000	Development	Month 10
Contract Management (NCA's)	TBC			Development	
Slippage - STP	£ 330,600	£ -	£ 330,600	Complete	Month 10 & 11
Potential Quality Premium 16/17	£ 98,619	£ -	£ 98,619	Complete	Month 10
Disestablish part of AQUA Budget	£ 90,600	£ -	£ 90,600	Complete	Month 11

Risk Range

Risk Type	Low	Medium	High	Note
	£'000	£'000	£'000	
KEY RISK at Month 12				
BTH Contract Overperformance	-1,836	0	0	1
Spire Overperformance	-23	100	150	2
Lancashire Teaching Hospitals overperformance	1,028			3
Continuing Healthcare	-233	300	400	4
Mental Health Overperformance	216	150	300	5
QiPP Potential Underperformance	600	700	800	6
Total	-248	1,250	1,650	
Shortfall against Target Surplus	0	1,498	1,898	
Note				
1	Blackpool Teaching Hospitals Overperformance post contract agreement			
2	Spire Contract - assumes lower level of referrals			
3	Lancashire Teaching Hospitals Overperformance			
4	Continuing Healthcare - Funded Nursing Care price increase and difference approach to CSU forecast			
5	Mental Health Overperformance - Out of Area Treatment cost and estimates			
6	QiPP potential underperformance - unachieved but mitigated by Reserves usage			
	Low Risk column shows final ledger figures			

Recommendations

- Month 12 Financial Position
 - Year to date financial performance achieved in line with NHS E target surplus requirements
 - QiPP delivery in financial year not achieved
 - Forecast out turn in line with plan
 - 0.5% Headroom remained unutilised
 - Allocation in line with plan
 - Note Key Risks including sustainability of financial position into 2018/19