

North Yorkshire CCG

Presentation to be delivered to the Patient Partner Networks

Update on NY CCG financial position
December 2020



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2020/21 What we planned to do

Draft Financial Plan submitted 28 February 2020:

- Control Total **£15.7m deficit**;
- Required **£20.3m QIPP** to achieve this position;

March 2020 **Planning process suspended for 2020/21** as a result of COVID-19.

At the time of suspension there were still a number of significant risks above the original five year plan submission.

A summary of the financial risk and mitigating actions has been developed to enable the system to return to these outstanding issues in the future, once the emergency Covid-19 period comes to an end.

Cumulative Debt of the 3 North Yorkshire CCGs

3 Former CCGs **cumulative deficit £45m;**

2020/21 Operational Planning and Contracting Guidance contained guidance on historic debt;

- Possibility debt being written off by NHSE&I subject to criteria:
 - Repayment over 4 yrs not feasible due to level of overspend
 - CCG agree repayment profile with NHSE&I to show element of the cumulative debt that will be repaid (assessed case by case);
 - Underlying issues addressed, delivery in-year financial balance, and agreed repayment profile achieved.
- If CCG overspends again in 2 yrs following point of write-off, historic liability may be reinstated.

NY CCG intends to discuss this matter further with NHSE&I once normal business resumes following the pandemic and recovery.

What has actually happened in 2020/21?

Due to COVID-19 emergency financial measures were introduced across whole NHS (CCGs & Provider Trusts)

April to September 2020 (First 6 months):

- CCG Allocation set centrally based on previous financial year;
- NHS contracting stood down - all NHS Providers receive a centrally agreed block payment;
- Top up funding received each month to ensure CCGs and providers all breakeven in this 6 month period;
- COVID-19 related expenditure paid for centrally;

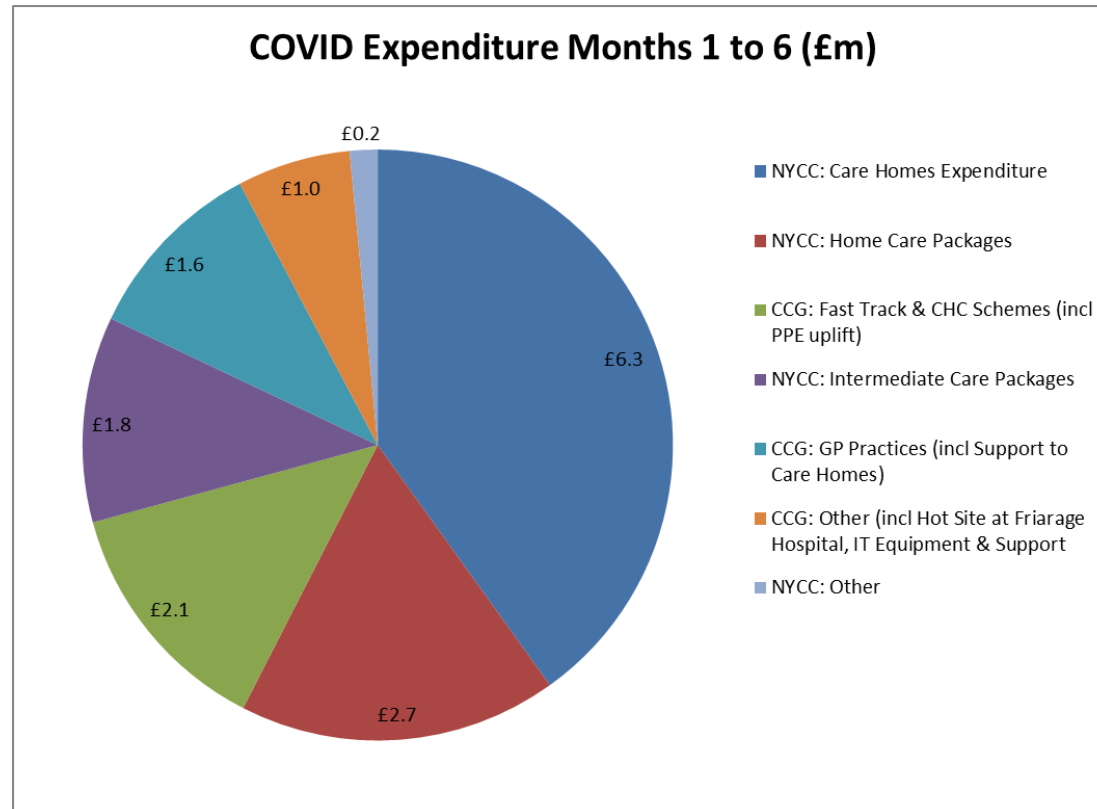
NYCCG Months 1 to 6 YTD Position	
NHSE allocation	347,923
COVID Top Up	15,752
Retrospective Top up	10,185
Total Allocation Received/Anticipated	373,860
Expenditure	373,860
Month 1 to 6 Surplus/(Deficit)	0

Includes M6 anticipated COVID/Retrospective Top ups £5.81m

What have we spent on COVID-19 in North Yorkshire?

Months 1 to 6 CCG spent £15.8m on COVID-19:

- £4.7m directly incurred by CCG; and
- £11.1m indirectly incurred through NYCC (including those residents who reside in NYCC but do not form part of the North Yorkshire CCG population)



What has actually happened in 2020/21?

October to March 2021 (Last 6 months):

- The regime has changed for the last 6 months of the year;
- Working as a system across North Yorkshire and York;
- Organisation's need to manage within a set sum of money. Pressures need to be managed collectively, some organisations may have a deficit and others may have a surplus.
- Partner organisations include:
 - North Yorkshire CCG
 - Vale of York CCG
 - York Teaching Hospitals NHS FT
 - Harrogate & District NHS FT
- System funding covers business as usual activities, COVID-19 and winter.
- COVID-19, Winter Monies and any system top up for providers outside of our system will be provided through their local systems. e.g. STHFT, Humber Teaching NHS FT, TEWV

What has actually happened in 2020/21?

The planned position for the last 6 months is as follows:

<u>NYCCG Months 7 to 12 Planned Position</u>	
Total Allocation M7 to M12	354,612
Planned Expenditure	356,159
Month 7 to 12 Surplus/(Deficit)	(1,547)
Anticipated Allocations not yet received	1,547
Antidpated Month 7 to 12 Surplus/(Deficit)	0

The CCG is still anticipating a number of primary care allocations including new funding to recruit additional roles into GP practices, e.g. Pharmacists, Therapists and Paramedics.

Additional Funding

Additional Funding will be made available both centrally and through the Humber Coast & Vale (HCV) ICS to fund:

- **Additional Roles in Primary Care** – new funding available to recruit additional roles into GP practices, e.g. Pharmacists, Therapists and Paramedics;
- **GP Forward View and Primary Care Network Organisational Development** – national development programme to speed up transformation of services;
- **Mental Health Transformation Funding;**
- **Flu Vaccine extension** – including additional venues;
- **GP COVID Capacity Expansion Fund** - expansion in general practice capacity until 31st March 2021;
- **COVID-19 Virus and Antibody Testing;**
- **COVID-19 Hospital Discharge Programme (Scheme 1 and 2);**
- **Nightingale Hospitals;**
- **COVID-19 Vaccination Programme.**

What comes next in 2021/22 and beyond?

We don't know!!

We are still waiting for guidance, but possibilities include:

- The current system based financial regime continuing until the emergency COVID-19 period comes to an end;
- The current system based financial regime becomes the new normal;
- CCGs and Providers asked to revert back to negotiating NHS Contracts and acting individually, but this seems unlikely.

Discussions will continue with NHSE&I and system partners:

- Brought forward deficit
- Financial risks in the system prior to the pandemic

Financial recovery still a high priority for the CCG:

- Opportunities for service transformation and efficiencies to manage the increase in patient's numbers now waiting for treatment due to the pandemic; and
- Ensure CCG can meet its statutory financial duties in the future.