

Blackburn with Darwen CCG Governing Body and  
East Lancashire CCG Governing Body Meeting in Common

<b>Report Title:</b>	<b>Chief Finance Officer report</b>	<b>Agenda No:</b>	<b>3.2a</b>
<b>Meeting Date:</b>	<b>23 March 2022</b>		
<b>Summary of Report:</b>	This report outlines the summary financial position for NHS Blackburn with Darwen CCG at February 2022.		
<b>Report Recommendations:</b>	The CCG Governing Body is asked to note the contents of this financial summary and the financial position of the CCG at the end of February 2022.		
<b>Financial Implications:</b>	<b>None</b>		
<b>Procurement Implications:</b>	None		
<b>Report Category:</b>	Formally Receipt	<b>Tick</b>	
	Decision Required	√	
	For Discussion		
	Receive the report for information/to note		
<b>Author:</b>	Mrs Elizabeth Cardus, Senior Finance Business Partner		
	Report supported & approved by your Senior Lead?	Y	
<b>Presented By:</b>	Mr Roger Parr, Chief Finance Officer and Deputy Chief Officer		
<b>Other Committees Consulted:</b>	None		
<b>Privacy Impact Assessment (PIA)</b>	Has a PIA been completed in respect of this report?		<b>N</b>
	If Yes, please attach	If No, provide reason below.	
<b>Equality Impact Analysis (EIA)</b>	Has an EIA been completed in respect of this report?		<b>N</b>
	If Yes, please attach	If No, provide reason below.	
<b>Data Protection Impact Assessment</b>	Is a Data Protection Impact Assessment Required?		<b>N</b>
<b>Risks:</b>	Has a Risk Assessment been undertaken?		<b>N</b>
	Have any risks been identified?		<b>N</b>
<b>Conflict of Interest:</b>	Is there a conflict of interest associated with this report?		<b>N</b>
<b>Clinical Engagement:</b>	Is any clinical engagement/involvement required as part of the proposal being presented?		<b>N</b>
<b>Patient Engagement:</b>	Is any patient engagement/involvement required as part of the proposal being presented?		<b>N</b>
<b>Privacy Status:</b>	Is the report confidential?		<b>N</b>
<b>Which CCG Corporate Objective does the report relate to:</b>			
<b>CO1</b>	To commission the best quality and effective services to deliver optimal healthcare outcomes for our local population.		
<b>CO2</b>	Ensure the balance of our health investment reflects our population's needs and keeps the population well.		<b>Y</b>
<b>CO3</b>	Deliver the 10 year strategy by engagement with the population we serve and ensure we commission services that meet local needs with a clear focus on population health management strategies.		
<b>CO4</b>	We will focus on population health outcomes through helping to deliver successful Integrated Care Partnerships and ensure decisions, provision and access to local services is based on the needs of our population.		
<b>CO5</b>	As local health leaders, we will focus on increasing life expectancy across Pennine Lancashire to be at, or above, the national average in the next 10 years.		

**Executive Financial Summary**  
**Month 11 – Period Ending 28 February 2022**

	Year to Date (YTD)			Month 12 Forecast		
	Budget	Actual	Variance	Budget	Actual	Variance
	£000	£000	£000	£000	£000	£000
Funds Confirmed	270,832	270,832	(0)	300,159	300,159	0
Funds Anticipated	0	361	(361)	0	1,310	(1,310)
Commissioning	204,721	206,021	(1,300)	224,429	225,916	(1,487)
Primary Care	57,977	57,462	515	63,770	64,885	(1,115)
Corporate	7,306	6,943	363	7,950	7,589	361
Covid-19/HDP	622	767	(145)	622	821	(199)
Reserves	206	0	206	3,388	3,219	169
<b>Balance</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(961)</b>	<b>(961)</b>

**Summary Financial Position** – Blackburn with Darwen CCG has received funding from NHS England of £300,159k for 2021/22, and is anticipating additional allocations of £1,310k for HDP, WAFand ARRS. Year to date, £361k of expected funding remains outstanding. The CCG is reporting a forecast deficit position of £961k after applying the anticipated allocations above. This relates to a prescribing prepayment write back, and NHSE acknowledges that the CCG will post this allowable deficit for 2021/22. This will not be considered financial failure, and will not trigger any regulatory action from NHSE.

<p><b>Commissioned Services</b></p> <ul style="list-style-type: none"> <li>Healthcare Commissioning is reporting a YTD overspend of £1,300k. This is due to increased costs on FNC, IPA, NCA's and Spamedica activity.</li> <li>Primary Care Services are reporting a YTD underspend of £515k. Prescribing is £308k underspent at M11. Co-Commissioning budgets are underspending by £273k. This is offset by overspends on Primary Care IT and GPFV.</li> <li>Corporate Services are reporting a YTD underspend of £363k. This is due to a reduction in CHP charges and pay costs.</li> </ul>	<p><b>Funds Anticipated</b></p> <ul style="list-style-type: none"> <li>The CCG has now received in full the 2021/22 allocated funding.</li> </ul> <p><b>Risks</b></p> <ul style="list-style-type: none"> <li>The LSC system has adopted an approach to planning that means there is significant risk within the whole system. This risk has been spread across all organisations, with BWD CCG currently holding a £3m risk in the last quarter. However, plans are in place to rectify this in M12. This is associated with delivering a balanced LSC position, and as such this is being mitigated at a system level.</li> </ul> <p><b>QIPP</b></p> <ul style="list-style-type: none"> <li>The CCG had a H1 QIPP target of £1,898k, which was achieved in full by the 30<sup>th</sup> Sept 2021. This was made up of £520k recurrent savings, and £1,378k non recurrent. For H2 the QIPP target is £3,555k, and £2,844k of savings have been actioned as at M11. It is anticipated that the balance will be achieved in full by M12.</li> </ul>
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**Recommendation:** The CCG Governing Body is asked to note the contents of this financial summary and the financial position of the CCG at the end of February 2022.