

**NHS VALE OF YORK CLINICAL  
COMMISSIONING GROUP**

**SHADOW GOVERNING BODY MEETING**



Vale of York  
Clinical Commissioning Group

**Meeting Date: 5 July 2012**

**Report Sponsor:**

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**1. Title of Paper: Health Economy Financial Position**

**2. Strategic Objectives supported by this paper**

1. Improve healthcare outcomes
2. Reduce health inequalities
3. Improve the quality and safety of commissioned services
4. Improve efficiency
5. Achieve financial balance

**3. Executive Summary**

At its June Board meeting NHS North Yorkshire and York (the PCT) published a financial position statement paper. The paper can be found at [www.northyorkshireandyork.nhs.uk](http://www.northyorkshireandyork.nhs.uk). It details some of the legacy financial issues facing North Yorkshire and the impact on its financial plan for 2012/13.

The PCT has forecast a deficit of £19m.

Whilst the exact financial impact on Vale of York Clinical Commissioning Group (CCG) cannot be determined at this stage it is important that our commissioning strategies are aligned and we continue to focus on our agreed Quality, Improvement, Performance and Productivity (QIPP) plan and continue to manage the impact of growth in demand for services across the CCG.

The PCT is currently completing a national data collection exercise to determine where the costs of services for which it is currently responsibly will fall in the new NHS architecture post 2013. This is to be based on 2011/12 annual accounts and 2012/13 plans. It should therefore be assumed that a deficit position for the PCT will impact on the CCG from April 2013.

The CCG plan presented to the June Shadow Governing Body is reproduced here in summary form. The share of the North Yorkshire £19m deficit is presented as a pro rata of the value based on current CCG budgets. It is yet to be determined, as stated above, if this will be the carried forward share of any deficit position.

The Shadow Governing Body will be provided with regular updates on the financial position and QIPP delivery as part of the overall performance dashboard.

The CCG is also in the process of developing a 5 year strategic plan which will be presented to the Shadow Governing Body in the second quarter.

	Vale of York
	Total £
<b>Income</b>	
<b>Total</b>	<b>343,865</b>
<b>Expenditure</b>	
Major NHS contracts	243921
Other Contracts	26995
MH/Partnerships	34227
<b>sub total</b>	<b>305,143</b>
Prescribing Primary Care	44026
<b>sub total</b>	<b>44026</b>
Corporate	0
<b>Grand total</b>	<b>349,169</b>
<b>Total Surplus/Deficit</b>	<b>-5,304</b>

#### 4. Evidence Base

The paper is based on the actual reported position of NHS North Yorkshire and York.

#### 5. Risks relating to proposals in this paper

Short and long term risk to financial position of CCG.

#### 6. Summary of any finance / resource implications

Short and long term risk to financial position of CCG.

**7. Any statutory / regulatory / legal / NHS Constitution implications**

Risk on statutory break even duty for PCT and anticipated statutory break even duty of CCGs.

**8. Equality Impact Assessment**

Any actions would be subject to the appropriate Equality Impact statement.

**9. Any related work with stakeholders or communications plan**

Paper is an update on NHS North Yorkshire and York position.

**10. Recommendations / Action required**

The Shadow Governing Body is asked to note the NHS North Yorkshire and York financial paper and support the PCT agreed actions in addition to CCG agreed priorities.

**11. Assurance**

The Shadow Governing Body will be provided with regular financial updates via the performance dashboard.