

NHS Tees Valley CCG

Financial Challenges and Impact on Services

‘H1 2021/22’

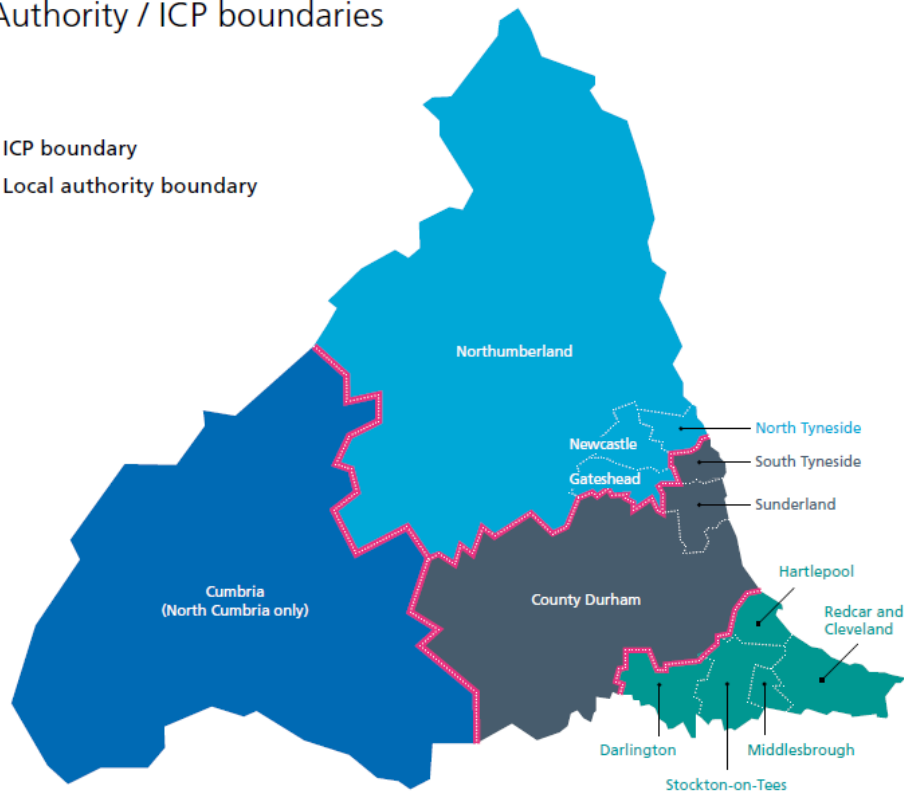
(6 months Apr – Sep21)



North East and North Cumbria

Local Authority / ICP boundaries

- ICP boundary
- ⋯ Local authority boundary



North Cumbria ICP	
Population:	324,000
1 CCG:	North Cumbria
Primary Care Networks:	8
1 FT:	North Cumbria Integrated Care NHS Foundation Trust (NCIC)
1 Council Area:	Cumbria County Council (with 4 District Councils) North West Ambulance Service

NENC ICS-wide

North East Ambulance Service FT covers: North of Tyne and Gateshead ICP; Durham, South Tyneside and Sunderland ICP; Tees Valley South ICP

CNTW Mental Health FT covers: North Cumbria ICP; North of Tyne and Gateshead ICP; plus part of South Tyneside and Sunderland ICP

TEWV Mental Health FT covers: Tees Valley ICP; plus part of South Tyneside and Sunderland ICP

Newcastle upon Tyne Hospital FT: provider of highly specialised and specialised national and regional services (including transplant, paediatric specialisms and major trauma)

South Tees Hospitals FT: provider of highly specialised north of England and regional services (including cardiothoracic, spinal, cochlear implant, neurosciences, gynaecology, urology and major trauma)

North of Tyne and Gateshead ICP

Population:	1.079M
3 CCGs:	Northumberland, North Tyneside, Newcastle Gateshead
Primary Care Networks:	22
3 FTs:	Northumbria, Newcastle, Gateshead
4 Council Areas:	Northumberland, North Tyneside, Newcastle, Gateshead

Durham, South Tyneside and Sunderland ICP

Population:	997,000
3 CCGs:	South Tyneside, Sunderland, County Durham
Primary Care Networks:	22
2 FTs:	South Tyneside & Sunderland, County Durham and Darlington
3 Council Areas:	South Tyneside, Sunderland, County Durham

Tees Valley ICP

Population:	701,000
1 CCG:	Tees Valley
Primary Care Networks:	14
3 FTs:	County Durham and Darlington, North Tees & Hartlepool, South Tees
5 Council Areas:	Hartlepool, Stockton on Tees, Darlington, Middlesbrough, Redcar & Cleveland



TVCCG(Tees Valley CCG)

TVICP (Tees Valley Integrated Care Partnership)
(Including: TVCCG, Tees Esk and Wear Valleys NHSFT, North Tees and Hartlepool NHSFT, South Tees Hospitals NHSFT) (*Note: System Financial Calculation excludes County Durham & Darlington NHSFT - as in Central ICP*)

£ ICP
System
Financial
Envelope

NENCICS (North East and North Cumbria Integrated Care System)



Financial Plan (H1) - 1 April to 30 September 2021

Overview

The purpose of this report is to provide an update on the planning guidance and financial envelopes for the 6 months to 30 September 2021 ('H1') and present the CCG's proposed budgets for 2021/22 for that period to Darlington Health & Housing Scrutiny Committee.

This report focuses on the 'H1' financial allocation (**appendix 1**) that supports the CCG's plans and includes a high level analysis of 'H1' CCG budgets (**appendix 2**). The budgets presented are consistent with the latest financial plan submitted to NHSE/I on 6 May 2021 and is aligned to the activity return and workforce assumptions from the NHS People Plan.

The guidance on finance and contracting arrangements for H1 2021/22 (1 April 2021 to 30 September 2021) was published on 25 March 2021. The arrangements for H1 are similar to the second half of 2020/21 ('H2 2020/21') with ICP system financial envelopes.

For Tees Valley, system envelopes are again set at 'Tees Valley' Integrated Care Partnership (ICP) level, and the CCG is operating financially across three levels, as an individual organisation, as part of the TVICP, and as part of the North East and North Cumbria Integrated Care System as shown on the previous slide:



Appendices

Appendix 1 - CCG Allocations H1 2021/22

Appendix 2 - Revenue budgets H1 2021/22



CCG Allocations H1 2021/22

Appendix 1

A summary of the Tees Valley CCG allocations (including relevant system funding that the CCG holds as lead for the ICP) is shown in the table below:

CCG Allocations for H1 2021/22	CCG Funding £'000	Held on behalf of the ICP £'000	Total £'000
Tees Valley CCG Allocations			
CCG programme allocation	554,572		554,572
Primary Care Delegated	56,829		56,829
Running costs	6,456		6,456
Total CCG Funding Allocations	617,856	0	617,856
System funding held as Lead CCG			
System Top-up funding		15,980	15,980
System Growth funding	835	8,940	9,775
System Covid funding	8,888	29,442	38,330
Total System Funding	9,723	54,362	64,085
Total System envelope funding in CCG plan	627,579	54,362	681,941
SDF and Spending Review (SR) funding in plan			
Mental Health SDF and SR funding	2,613		2,613
Other SDF included in financial plan	646		646
Total SDF and SR allocations in plan	3,259	0	3,259
Total CCG funding in financial plan	630,838	54,362	685,200



Revenue budgets H1 2021/22

Revenue Budgets	H1 2021/22 Annual Financial Plan £'000
Resources available	685,200
Commissioning Spend:	
Acute services	333,247
Mental Health/Learning Disabilities services	92,088
Community services	44,482
Continuing Care / funded nursing care (FNC) services	52,516
Prescribing	65,475
Primary Care services	7,049
Primary Care Delegated Commissioning	57,818
Other Programme Services	30,367
Running Costs	6,456
Grand Total Application of Funds	689,497
Net in-year surplus / (deficit)	(4,297)

Appendix 2

The CCG plan shows a £4.297m deficit for the 6 months to end of September and includes delivery of relevant financial targets:

- Mental Health Investment Standard (MHIS) delivered
- Better Care Fund (BCF) - minimum 5.3% contribution delivered
- Running Costs maintained within the Running Cost Allocation (RCA)

Included within the plan are expected QIPP efficiencies for the first half of the year of £2.306m (0.37% of CCG allocations).

The table below shows the overall Tees Valley ICP position and delivery of a £0.4m surplus required to support the wider ICS:

Tees Valley ICP H1 2021/22 Plan	Tees Valley CCG £'000	Total NHS FTs £'000	Total System £'000
Net in-year surplus / (deficit)	(4,297)	4,697	400

