



Clinical Commissioning Group

Merton Clinical Commissioning Group Finance Committee

Tuesday 10th December 2013

Meeting Room 6.2, 120 The Broadway, Wimbledon SW19

Present:

Members	Peter Derrick (PD)	Lay Member (Chair)
	Dr Andrew Murray (AM)	Governing Body GP Member
	Cynthia Cardozo (CC)	MCCG Chief Finance Officer
	Dr Howard Freeman (HF)	Clinical Chair
	Eleanor Brown (EB)	Chief Officer
	Carrie Chill (CSC)	Governing Body GP Member
	Clare Gummatt (CG)	Lay Member – PPI
In attendance	Faiza Waheed (FW)	Head of Finance and Business - SLCSU
	Andy Grimes (AG)	NHS Property Services (Sutton & Merton Lead)
	Yvonne Hylton (YH)	Committee Secretary – SLCSU

1.	<p><u>Welcome, introductions and apologies</u></p> <p>The Chair welcomed all in attendance to the meeting. Apologies were noted for Sion Gibby, Adam Doyle and Neil McDowell.</p>	
2.	<p><u>Declarations of Interest</u></p> <p>A register of interests for the Committee members is held by SLCSU and available upon request. No additional interests were declared in relation to items on the agenda.</p>	
3.	<p><u>Minutes of meeting held on 19th November 2013</u></p> <p>The minutes were agreed as an accurate record of the meeting with the following amendment: Under Item 5.1 “refund” to be replaced with “payment”.</p> <p><u>Action Log/Matters arising not on the agenda</u></p> <ul style="list-style-type: none"> - <u>Access to Patient Identifiable Data</u> In NMCD’s absence it was agreed to carry forward the item to the next meeting. 	CC/Fwd Plan

	<p>- <u>Sutton CCG payment request</u></p> <p>A letter from SCCG was brought to the meeting in response to feedback from Finance Committee in November.</p> <p>The Committee noted that SCCG agreed the principle to be applied to expenditure between the CCGs.</p> <p><u>Overseas Visitors</u></p> <p>SCCG have discussed with RMH and NHSE and have taken the view that NHSE who manage the RMH contract should be designated as the host commissioner and manage the costs and have requested that MCCG support Sutton's view.</p> <p>The Committee agreed that clarification of the host commissioner arrangements was required. HF agreed to take forward and feedback to the Committee.</p> <p>The Committee agreed that if NHSE were confirmed as host commissioner then MCCG would support Sutton's view, however, if Sutton CCG were confirmed as the host commissioner then the costs should be met by SCCG.</p> <p><u>Learning Disabilities team</u></p> <p>CC tabled the s256 agreement with London Borough of Sutton to support discussion.</p> <p>PD reiterated that the last meeting demonstrated that resource allocations derived from SMPCT by either fair shares or activity level was similar. PD suggested that going forward one method is used for all resource allocations.</p> <p>Following discussion a response was agreed to SCCG that the split of resource allocation from SMPCT, whether derived on an activity level or fair shares basis was similar. In this case the service is provided for SCCG by the London Borough of Sutton, to Sutton residents registered with a Sutton GP. In Merton, Learning Disability Services are provided to Merton residents by London Borough of Merton.</p>	<p>HF</p> <p>CC</p>
4	Standing Items	
4.1	<p>Financial Strategy and Planning Assumptions 2014-16</p> <p>CC introduced the item and referred the Committee to Page 4 financial planning assumptions for 2014 advising that these are based on NHSE assumptions. These assumptions will be updated when planning guidance and allocations are issued by NHSE on 18th December.</p> <p>CC highlighted to the Committee the integration transformation fund (ITF) which for 2014/15 is 0.3% increasing to an estimated 3% (£7.8m for MCCG) in 2015/16 which will be confirmed for individual CCGs when allocations are announced on 18th December.</p> <p>The baseline figure for 2014/15 is based on the 2013/14 position including acute over-performance and estimated cost pressure of £2.6m and forecasting a QIPP target for 2014/15 at £6.2m.</p> <p>CG asked about the impact of patients in the event there was a reduction to Reablement funding. EB said that any changes to allocations will need to be agreed by the Health and Wellbeing Board and it is unlikely that allocations will be reduced.</p> <p>PD expressed concerns regarding the recurrent baseline, in particular assumptions regarding QIPP and acute over-spend and felt that the position was significantly worse than forecast.</p>	

	<p>CC said that the £5m over-spend was factored into the baseline, and QIPP for 2014/15 was currently being worked through.</p> <p>EB advised the committee that discussion across London is looking at relaxing the business rules for local footprints, which will enable CCGs above target to support others. It is proposed that management of the risk reserve will be at a cluster level, where CCGs above target can contribute to the fund but will not make claims for re-funds. The one condition is that each cluster will need to be self-sufficient, presenting a challenge for South West London in relation to Croydon who are forecasting a £19m deficit at year-end.</p> <p><u>Next steps</u></p> <p>2nd iteration of financial planning assumptions including QIPP back to Finance Committee on 23 January.</p>	CC/Fwd Plan
4.2	<p><u>Accommodation Update</u> (AG)</p> <p>AG introduced the paper which outlined the costs, advantages and disadvantages of the CCG moving from 120 The Broadway at the end of March 2014.</p> <p>The Finance Committee were asked to review the paper and make a decision on whether or not MCCG should continue to accommodate 120 The Broadway after March 2014 and if so for how long.</p> <p>Following consideration of the paper presented and full discussion the Committee agreed:-</p> <ul style="list-style-type: none"> - To continue to accommodate 120 The Broadway after March 2014; - Undertake a comparison of 120 and the market when CCGs allocations are received. PD asked for a paper for the March or April 2014 meeting to inform the decision for future accommodation of Merton CCG. 	CC/Fwd Plan
4.3	<p><u>Update on Clinical Estates</u> (AG)</p> <p>The Committee received a paper describing the high level estate issues in Merton and the key estate decisions that Merton CCG need to advise NHS Property Services of in writing.</p> <p>EB questioned the timeliness, advising that the Mitcham LCC Outline Business Case would need to be factored in.</p> <p>Following a brief review of the issues presented agreed to defer this item to the Executive Management Team with a paper presented to the BHCH Committee and/or Out of Hospital Strategy Group as appropriate for final decision making. No decision was required at this stage; however, it was acknowledged that decisions will need to be taken soon.</p>	CC/AD
4.4	<p><u>Finance Performance & QIPP Update (Month 8)</u> (CC)</p> <p>The CCG are reporting achievement of the control total surplus at M8.</p> <p>A significant shift in over-performance at ESH in Month 7. The data is being worked through by SLCSU and a full report will be presented to the Finance Committee in January.</p>	
4.5	<p><u>Charitable Funds Update</u> (PD)</p> <p>At the December meeting the Trustees agreed the request for staff Christmas parties for both CCGs.</p>	

5	Any Other Business	
5.1	None The date of the next meeting: Thursday 23 January 2014, 11-12noon, 120 The Broadway, Wimbledon	

Agreed as an accurate account of the meeting held on 10th December 2013



Peter Derrick

Chairman

Date : 23.1.14