

<b>DECISION-MAKER:</b>	HEALTH OVERVIEW AND SCRUTINY PANEL
<b>SUBJECT:</b>	NHS FINANCIAL REGIME FOR 2020/21
<b>DATE OF DECISION:</b>	22 OCTOBER 2020
<b>REPORT OF:</b>	MANAGING DIRECTOR, NHS SOUTHAMPTON CITY CLINICAL COMMISSIONING GROUP

<b><u>CONTACT DETAILS</u></b>			
<b>Executive Director</b>	<b>Title</b>	<b>Managing Director and Chief Financial Officer</b>	
	<b>Name:</b>	<b>James Rimmer</b>	<b>Tel:</b> <b>023 8029 6075</b>
<b>Author:</b>	<b>Title</b>	<b>Managing Director and Chief Financial Officer</b>	
	<b>Name:</b>	<b>James Rimmer</b>	<b>Tel:</b> <b>023 8029 6075</b>

<b>STATEMENT OF CONFIDENTIALITY</b>	
N/A	
<b>BRIEF SUMMARY</b>	
As the Covid-19 emergency period took effect in mid-March, the NHS saw major changes to how services and financial flows work. This report outlines the financial regime for the NHS in 2020/2021.	
<b>RECOMMENDATIONS:</b>	
	(i) That the Panel notes the report.
<b>REASONS FOR REPORT RECOMMENDATIONS</b>	
1.	Following a request at the previous HOSP meeting, the report enables the panel to consider the NHS financial regime in light of the Covid-19 emergency.
<b>ALTERNATIVE OPTIONS CONSIDERED AND REJECTED</b>	
2.	None.
<b>DETAIL (Including consultation carried out)</b>	
3.	The Covid emergency financial framework put in place by the government and NHSE/I at the beginning of the financial year continues until the end of September (M6). For the first half of the financial year, the financial regime is based upon block payments centrally calculated for all NHS providers, with an ability to claim top ups to ensure a breakeven position. Providers and commissioners can claim retrospectively for the additional Covid 19 costs on a monthly basis.
4.	The CCG is currently forecasting an overspend to the end of September of £4,088k, £3,595k of which relates to Covid expenditure and £494k to underlying services. This will be covered by a retrospective allocation adjustment to achieve a break-even position. Retrospective allocations have already been received for April to July.
<b>RESOURCE IMPLICATIONS</b>	

<b><u>Capital/Revenue</u></b>	
5.	The attached report outlines the current financial regime for the NHS.
<b><u>Property/Other</u></b>	
6.	None.
<b>LEGAL IMPLICATIONS</b>	
<b><u>Statutory power to undertake proposals in the report:</u></b>	
7.	N/A
<b><u>Other Legal Implications:</u></b>	
8.	None.
<b>RISK MANAGEMENT IMPLICATIONS</b>	
9.	None.
<b>POLICY FRAMEWORK IMPLICATIONS</b>	
10.	None.

<b>KEY DECISION?</b>	<b>No</b>
<b>WARDS/COMMUNITIES AFFECTED:</b>	ALL
<b><u>SUPPORTING DOCUMENTATION</u></b>	
<b>Appendices</b>	
1.	NHS Financial Regime 2020/2021
2.	Letter from Simon Stevens to CCG Accountable Officers: THIRD PHASE OF NHS RESPONSE TO COVID-19 (31 July 2020)

**Documents In Members' Rooms**

1.	None
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**Equality Impact Assessment**

Do the implications/subject of the report require an Equality and Safety Impact Assessment (ESIA) to be carried out?	<b>No</b>
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**Data Protection Impact Assessment**

Do the implications/subject of the report require a Data Protection Impact Assessment (DPIA) to be carried out?	<b>No</b>
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**Other Background Documents**

**Other Background documents available for inspection at:**

Title of Background Paper(s)	Relevant Paragraph of the Access to Information Procedure Rules / Schedule 12A allowing document to be Exempt/Confidential (if applicable)
1.	