

Date	Tuesday, 08 March 2016
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Title of paper	Budget 2016/17 and Operating Plan 2016/17 to 2020/21
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Presenter	Eva Horgan, Deputy CFO			
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Responsible Director	Keith Edmunds, Chief Financial Officer, CWHHE CCGs			
Clinical Lead	None			
Confidential	Yes	<input type="checkbox"/>	No	<input checked="" type="checkbox"/> Items are only confidential if it is in the public interest for them to be so

The Governing Body is asked to:

- Approve the CCG draft 2016/17 annual budget
- Note there will be a further update to the budget once the outstanding items have been finalised: namely the NWL Financial Strategy, BCF and contracts with key providers
- Note the five year operating plan 2016/17 to 2020/21

Summary of purpose and scope of report

The CCG draft operating plan was submitted on 8th February 2016, based on the Financial Planning assumptions discussed at the Finance & Performance committee on 26/01/16. The revised operating plan was submitted on 2nd March, building on the first version and following review of this at the Finance & Performance committee on 23/02/16.

This report outlines the forecast outturn and key assumptions which have been used to construct the five year model which informs the operating plan:

- Forecast outturn
- Allocation and distance from target
- NHS England business rules
- Surplus and drawdown
- Provider efficiency and inflation
- QIPP
- Investment
- Other pressures

The draft annual budget for 2016/17 is presented for approval. This aligns to the operating plan submitted 02/03/16. Note that further approval will be needed in May following agreement of contracts and the five-year STP, the North West London Financial Strategy and BCF plan.

Quality & Safety/ Patient Engagement/ Impact on patient services:
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Not applicable

Finance, resources and QIPP

Financial position of the CCG

Equality / Human Rights / Privacy impact analysis
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None

Risk	Mitigating actions
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The budget is draft only at this stage and includes planning assumptions for the NWL Financial Strategy, BCF and provider contracts.	A further paper will be brought to Governing Body for approval once these items have been finalised.
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Supporting documents

None

Governance and reporting

Committee name	Date discussed	Outcome
Finance & Performance Committee	26 January 2016	Financial Planning 2016/17 to 2020/21: A Discussion Paper for Finance and Performance Committees
Finance & Performance Committee	09 February 2016	Follow up discussion of Financial Planning 2016/17 to 2020/21: A Discussion Paper for Finance and Performance Committees
Finance & Performance Committee	23 February 2016	F&P Paper: Budget 2016/17 and Operating Plan 2016/17 to 2020/21