Unpicking Primary Care Networks

Phil Harnby ACA
Director of Mitchells Grievson Ltd





Disclaimer

This presentation is intended for the sole use of Mitchells Grievson Chartered Accountants, it is not to be reproduced or passed to a third party without our express written permission.

The information contained within is for information purposes only and does not constitute as advice or guidance. Mitchells Grievson Ltd and the presenter cannot be held liable for any decisions made based upon the information presented.





Timescales

- 1) 15th May registration
- 2) 31st May CCG's confirm coverage
- 3) 1st July ready for action??







Funding!

Year 1 - (1 July 2019 – 31 March 2020)	30,000 £pa	50,000 £pa
Network payment (£1.50 per patient)	45,000	75,000
Clinical director *	20,627	34,279
Clinical pharmacist (70% funded)**	<mark>37,810</mark>	<mark>37,810</mark>
Social Prescriber (100% funded)	<mark>34,113</mark>	<mark>34,113</mark>
Extended hours - £1.45 per patient	<mark>43,500</mark>	<mark>72,500</mark>
Potential PCN funding	181,050	253,702
"Guaranteed funding"	65,627	109,279

^{*} Each network gets 0.25 WTE per 50,000, estimated WTE is £137,516

Also worth noting the Clinical Pharmacist and Social Prescribers double if patient numbers exceed 100,000





^{**} This is total costs based on agenda for change including on costs, Employers NIC and Employers Superannuation

Don't forget your practice:-

Year 1 - (1 April 2019 – 31 March 2020)	30,000 £pa	50,000 £pa
£0.147 per w/patient (Practice based) from 1/07/19 per month	52,830	88,050





Year 2 onwards

Year 2 - 5	30,000 £pa	50,000 £pa
Network payment	?	?
Clinical director	?	?
Clinical pharmacist (70% funded)	?	?
Social Prescriber (100% funded)	?	?
Physiotherapists (70% funded)	?	?
Physician associates (70% funded)	?	?
Community paramedics (2021/22) (70% funded)	5	?
Extended hours	?	?
Extended access *	?	?
Other enhanced services?	?	?
Potential PCN funding	X,xxx,xxx	X,xxx,xxx

* Depends on local provision £6 per patient in total





Practicalities

Bank accounts – 2 options

- 1. Open a second current account
- 2. Open a brand new account?





Practicalities

Accounting

- 1. Transparency
- 2. Reporting income and expenditure?
- 3. Agreement needs to include process

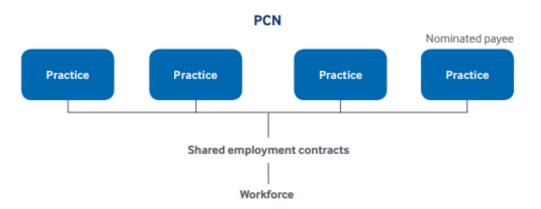






Structures

1. Flat practice network

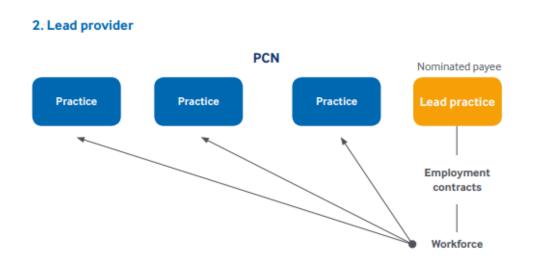


Pro's	Con's
No pension issue?	Staff contracts?
No VAT issues?	Allocating liability?
No CQC issues?	PAYE scheme?
Robust agreement	





Structures

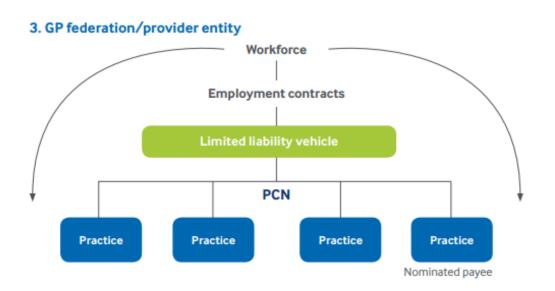


Pro's	Con's	
No pension issues?	Liability?	
No CQC issues?	VAT issues?	
PAYE scheme	Terms and conditions (Pay)	
Staff contracts		
Robust agreement		





Structures



Pro's	Con's
No pension issues?	
GMS Subcontracting rules?	
Liability	VAT issues?
PAYE scheme	CQC issues?
Staff contracts	Costs?
Robust agreement	









VAT — Notice 701/57

Where the service is principally aimed at the protection, maintenance or restoration of health of the person concerned, the supply is exempt.

Medical services provided by registered health professionals when they're enrolled or registered on the appropriate statutory register:

- medical practitioners
- professionals registered under the Health Professions Order
- nurses, midwives and health visitors
- pharmacists

Supply of staff?







Pensions

No issues?!?



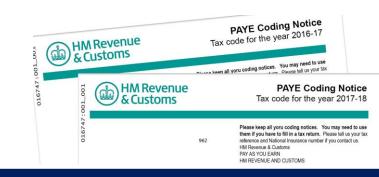




PAYE

1. Do you need a PCN PAYE scheme?

2. Is the clinical Director an "Officer" role?







FAQ's

https://www.england.nhs.uk/gp/gpfv/redesign/ primary-care-networks/pcn-faqs/





Is it possible for a Federation to hold a PCN contract on behalf of many practices? Eligibility for the Network Contract DES is for GP practices who hold a registered patient list and offer in-hours (essential services) primary medical services. A Federation not holding an in-hours (essential services) primary medical services contract and registered list would not be eligible to hold the Network Contract DES. However, a PCN may decide to use a Federation to provide a set of services and would be able to contract with them to do so.





Get specialist advice!









Phil Harnby ACA Tel: 01388 662133 E-mail: phil.harnby@mitchells-online.com



Joanna Grievson ACA Tel: 01388 662133 E-mail: joanna.grievson@mitchells-online.com



