

Summary of funding changes and pharmacy cashflow impact from April 2017



CHANGES COMING INTO EFFECT

APRIL 2017:
Funding cut £95m
Further reduction in Establishment Payment by 40%
Slight increase in Single Activity Fee at rate of £1.25 per item
Reduction in average PhAS payment
Introduction of Quality Payments (claim at end of April and end of November)

AUGUST 2017:
Margin recovery of £15m pcm (via Category M) begins

MARCH 2018:
Period of imposed funding package ends, including possibly PhAS payments
Reconciliation for Quality Payments calculated
NUMSAS pilot ends

Apr 17 May 17 Jun 17 Jul 17 Aug 17 Sep 17 Oct 17 Nov 17 Dec 17 Jan 18 Feb 18 Mar 18 Apr 18 May 18 Jun 18

CASHFLOW IMPLICATION

JULY 2017:
April changes reflected in Schedule of Payments
First Quality Payments made for eligible pharmacies

NOVEMBER 2017:
Category M price changes reflected in Schedule of Payments

FEBRUARY 2018:
The second Quality Payment will be made for eligible pharmacies

JUNE 2018:
Reconciliation for Quality Payments to be paid

Try PSNC's indicative income and cashflow calculators to see how these changes will impact your pharmacy by visiting psnc.org.uk/incometables