

## Indicative 2020/21 STP funding including transformation

### Introduction

1. Place-based funding allocations for the period 2016/17 to 2020/21 were published by NHS England in January, comprising CCG allocations, primary care medical allocations and specialised services allocations.<sup>1</sup>
2. Separate additional funding has been identified and initially held at a national level for the Sustainability and Transformation Fund, and other elements of transformation such as primary care.<sup>2</sup>
3. In order to support STP footprints in developing plans for their areas in 2020/21, this note sets out, on an indicative basis, the total additional funding which could be available in 2020/21 from all sources. This includes a proportionate element of the sustainability fund, and of those transformation funds expected to be made available for local investment and services. This is intended to give an early sense of the potential additional resources which could be available.

### Indicative funding and associated expectations

4. 2020/21 figures by STP footprint are provided in a separate table.
5. Please note that these are indicative, not firm, allocations. Core allocations for 2020/21 are indicative, and the additional funding will actually be distributed based on progress and the strength of STPs or using other targeted approaches.<sup>3</sup> Funding decisions will also consider whether providers have signed up to control totals and delivered them in 16/17, the result is therefore likely to be different from this proportionate allocation. Formal decisions on allocations will ultimately be made by the NHS England Board, working with NHS Improvement in the case of any allocations of sustainability funding.
6. It is also important to note that these indicative figures represent the full amount of funding expected to be available for local health systems from all sources in 20/21. They include an indicative fair share of the sustainability funding (which totals £1.8bn in 2016/17), primary care access and transformation funds, and other transformation funding, including technology. There are no other transformation funds to be distributed in addition.
7. As such this funding needs to enable delivery against the health, care and funding gaps, including securing financial balance and implementing expectations for service improvements and policy requirements. This includes:

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<sup>1</sup> Available at <https://www.england.nhs.uk/wp-content/uploads/2016/01/total-place-allocations.pdf>. These comprise three year firm allocations (subject to specified conditions) and two year indicative figures.

<sup>2</sup> Set out in the December 2015 allocations board paper available at [https://www.england.nhs.uk/wp-content/uploads/2015/12/04.PB\\_17.12.15-Allocations.pdf](https://www.england.nhs.uk/wp-content/uploads/2015/12/04.PB_17.12.15-Allocations.pdf)

<sup>3</sup> Final plans for deployment of sustainability funding beyond 2016/17 will be developed by NHSE and NHSI later in 2016

- Taking forward the programmes set out in the General Practice Forward View and delivering extended GP access;
  - Implementing the recommendations of the Mental Health Taskforce, Cancer Taskforce strategy and National Maternity Review, including increasing capacity of children and adolescent mental health services and implementing access and wait targets for eating disorders services;
  - Consistent seven day quality of urgent and emergency care in hospitals
  - Investment in prevention, tackling childhood obesity, and improving diabetes diagnosis and care; and
  - Delivering plans for paper-free at point of care and electronic health records.
8. Further work is required to finalise the split between recurrent and non-recurrent funding in the figures presented here, and recurrent allocations for 2021/22 onwards will be developed in due course. However we expect the bulk of the additional funding shown here to be available on a recurrent basis from 2021/22.
9. These indicative allocations cover revenue funding. STP footprints should develop plans on the basis that the availability of additional capital funding is constrained over this period.

### **Next steps**

10. STP footprints should now include this funding in their plans for 2020/21.
11. STPs will be the single application and approval process for being accepted onto programmes with transformational funding for 2017/18 onwards. Phasing of funding by area in the years 2017/18 to 2019/20 will be subject to consideration of STP plans submitted and subsequent decisions on how to target and deploy funding.

### Indicative allocations tables

12. Table 1 shows the total amount of sustainability and transformation funds being indicatively allocated, which total £3.8bn.

13. Table 2 shows the allocation by STP area. The columns show:

*2016/17 STP place-based allocation*

14. Total place-based allocation for the STP area in 2016/17 as per published allocations.

*2020/21 STP place-based allocation*

15. Total place-based allocation for the STP area in 2020/21 as per published indicative allocations.

*2020/21 indicative STP allocation including S&T funds*

16. Total place-based allocation for the STP area as per published indicative allocations, plus share of available sustainability and transformation funds.

17. Share of available S&T funds has been calculated using the STP area's proportion of the total place-based target allocation.

18. Note that the calculation for Greater Manchester is different from that for other areas, reflecting the agreed profile of the GM Transformation Fund and associated expectations.

**Table 1: Total indicative sustainability and transformation funding**

	<b>2020/21</b>
	<b>£m</b>
2020/21 STP place-based allocation	<b>103,909</b>
S&T funds for indicative allocation	<b>3,800</b>
2020/21 indicative STP allocation including S&T funds	<b>107,709</b>

**Table 2: STP 2016/17 and indicative 2020/21 allocations**

		2016/17 STP place- based allocation	2020/21 STP place- based allocation	2020/21 indicative STP allocation including S&T funds
		£m	£m	£m
STP1	Northumberland, Tyne and Wear	2,705	2,965	3,073
STP2	West, North and East Cumbria	599	663	688
STP3	Durham, Darlington and Tees, Hambleton, Richmondshire and Whitby	2,450	2,717	2,817
STP4	Lancashire and South Cumbria	2,974	3,310	3,433
STP5	West Yorkshire	4,218	4,703	4,875
STP6	Coast, Humber and Vale	2,241	2,497	2,589
STP7	Greater Manchester	5,153	5,791	5,961
STP8	Cheshire and Merseyside	4,628	5,136	5,326
STP9	South Yorkshire and Bassetlaw	2,661	2,940	3,045
STP10	Staffordshire	1,816	2,029	2,105
STP11	Shropshire and Telford and Wrekin	765	851	884
STP12	Derbyshire	1,675	1,857	1,926
STP13	Lincolnshire	1,242	1,392	1,444
STP14	Nottinghamshire	1,665	1,865	1,935
STP15	Leicester, Leicestershire and Rutland	1,567	1,753	1,819
STP16	Black Country and West Birmingham	2,360	2,642	2,741
STP17	Birmingham and Solihull	2,073	2,336	2,423
STP18	Coventry and Warwickshire	1,480	1,671	1,734
STP19	Herefordshire and Worcestershire	1,177	1,311	1,361
STP20	Northamptonshire	1,103	1,259	1,307
STP21	Cambridgeshire and Peterborough	1,291	1,469	1,524
STP22	Norfolk and Waveney	1,649	1,847	1,917
STP23	Suffolk and North East Essex	1,542	1,748	1,814
STP24	Milton Keynes, Bedfordshire and Luton	1,432	1,673	1,735
STP25	Hertfordshire and West Essex	2,310	2,666	2,766
STP26	Mid and South Essex	1,826	2,068	2,146
STP27	North West London	3,643	4,093	4,241
STP28	North Central London	2,568	2,935	3,040
STP29	North East London	3,282	3,801	3,937
STP30	South East London	3,197	3,658	3,792
STP31	South West London	2,418	2,760	2,861
STP32	Kent & Medway	2,897	3,287	3,409
STP33	Sussex and East Surrey	3,093	3,486	3,616
STP34	Frimley Health	1,122	1,273	1,320
STP35	Surrey Heartlands	1,322	1,497	1,553
STP36	Cornwall and the Isles of Scilly	946	1,054	1,093
STP37	Devon	1,974	2,196	2,277
STP38	Somerset	896	999	1,036
STP39	Bristol, North Somerset, South Gloucestershire	1,491	1,681	1,742
STP40	Bath, Swindon and Wiltshire	1,356	1,532	1,590
STP41	Dorset	1,291	1,440	1,493
STP42	Hampshire and the Isle of Wight	2,828	3,161	3,280
STP43	Gloucestershire	951	1,062	1,102
STP44	Berkshire, Oxfordshire and Buckinghamshire	2,518	2,831	2,937
	<b>Total</b>	<b>92,393</b>	<b>103,909</b>	<b>107,709</b>

NB: In the small number of cases where a CCG is part of more than one STP area these numbers may be subject to further refinement