

**Manchester Health and Wellbeing Board  
Report for Resolution**

**Report to:** Manchester Health and Wellbeing Board – 5 July 2017

**Subject:** Manchester Health and Care Commissioning & LCO Procurement

**Report of:** Ed Dyson – Executive Director of Planning and Operations  
Manchester Health and Care Commissioning

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**Summary**

This report updates on the development of Manchester Health and Care Commissioning and gives a progress report with regard to the procurement of the Local Care Organisation.

**Recommendations**

This report is for information.

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**Board Priority(s) Addressed:**

Health and Wellbeing Strategy priority	Summary of contribution to the strategy
Getting the youngest people in our communities off to the best start	Development of a single commissioning function and a local care organisation are key priorities within the Manchester Locality Plan. Their development will act as an enabler to all strategic aims.
Improving people's mental health and wellbeing	
Bringing people into employment and ensuring good work for all	
Enabling people to keep well and live independently as they grow older	
Turning round the lives of troubled families as part of the Confident and Achieving Manchester programme	
One health and care system – right care, right place, right time	
Self-care	

**Lead board member: Philip Burns – Chair MHCC**

**Contact Officers:**

Name: Ed Dyson  
Position: Executive Director of Planning and Operations - MHCC  
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**Background documents (available for public inspection):**

The following documents disclose important facts on which the report is based and have been relied upon in preparing the report. Copies of the background documents are available up to 4 years after the date of the meeting. If you would like a copy please contact one of the contact officers above.

Manchester Locality Plan – A healthier Manchester

Previous reports relating to MHCC and LCO development

The Manchester LCO prospectus

## **Introduction**

1. This report updates the Health and Wellbeing Board on two key priorities of the Manchester Locality Plan 'A healthier Manchester'. A progress report regarding Manchester Health and Care Commissioning (MHCC) and the procurement of the Local Care Organisation.

## **Manchester Health and Care Commissioning**

2. Manchester Health and Care Commissioning (MHCC) was formed at the beginning of April through a partnership of Manchester CCG and Manchester City Council to commission health, adult social care and public health through a single commissioning organisation. Since April the organisation has been in place and is operating in practice. However, key aspects of creation of MHCC are still developing.

Key progress is as follows:-

- Completion of appointment of the Executive Team. Carolyn Kus will start as Executive Director of Commissioning (incorporating the role of the DASS) on the 3<sup>rd</sup> of July.
- The first stage of establishing the integrated staffing structure is complete.
- A staff launch event was held which was well attended and had positive feedback
- A joint meeting of the MHCC executive and members of MCC senior management team was held to identify key strategic opportunities to work more closely with particular emphasis on the wider determinants of health such as housing, employment etc.
- MHCC is delivering its operational plan focussing on service transformation, quality and safety of services and financial delivery.

Forward view

- MHCC is developing its commissioning strategy in parallel to the refresh of the Manchester locality plan and development of the Manchester Investment Agreement.
- As the organisational changes start to take effect, within commissioning and provision, MHCC will start to turn its attention towards the service transformation programmes within the Locality Plan.
- MHCC will continue its own organisational development including its focus on its role within the broader City strategy.

## **Procurement of the Manchester Local Care Organisation**

4. The Manchester LCO will be the provider of the majority of out of hospital care. This will ensure integrated and proactive community based care delivered at neighbourhood level. This was set out in the One Team commissioning specification and subsequently in the LCO Prospectus. Improved out of hospital care will improve health and also reduced demand upon high cost

acute or long term care. This will contribute to the dual aims of improved population health and financial sustainability as set out in the Locality Plan.

5. Manchester Health and Care Commissioning initiated a procurement process to secure a single contract holder for Out of hospital care services. The qualification stage of the procurement has resulted in a single qualifying bidder. The Manchester Provider Board is a consortium of the Manchester GP federations, Manchester City Council, Greater Manchester Mental Health and the three hospital trusts in their community services role.
6. The award stage of the procurement will commence in early July. This will focus upon a strategic dialogue with the Provider Board to develop the more detailed arrangements in terms of service model, finance, governance and contracting arrangements. The intention is to award the contract in the autumn with a view to service delivery commencing from April 2018.
7. The programme is working well and the shift to the award stage of the procurement will increase the level of dialogue with the Provider Board. This will allow more focus upon development of a transformed out of hospital care system. This will include delivery of some of the investments secured through the Greater Manchester transformation fund in this financial year.
8. The VAT implications of this change continue to be a risk. It is challenging to identify a suitable organisational form to hold a single contract for health and social care. Work continues on this matter with professional advice and liaison with national teams.

### **Recommendation**

9. This report is for information.