#### Chief Medical Officer Directorate

Pharmacy and Medicines Division



# Dear Colleague

# PHARMACEUTICAL SERVICES GUARANTEED MINIMUM INCOME ADJUSTMENT PAYMENT

# **Purpose**

- 1. This circular advises community pharmacy contractors and Health Boards of a corrective payment in order to deliver contractual requirements for the financial year 2023/24.
- 2. This payment adjustment is required to regulate the delivery of the guaranteed minimum income from the procurement of medicines.

#### Detail

- Following the monitoring of monthly generic margins delivered through the procurement of medicines, set against a monthly target share of the agreed annual guaranteed minimum income of £100m, an under delivery for quarter 1 and quarter 2 has been reported.
- 4. An exceptional payment from a pool of £1.785m will be made at the earliest opportunity. The payment to each eligible contractor is calculated as a proportionate share of the latest months dispensing pool activity. This will be paid as 'GMinimum\_Balance' adjustment.
- 5. Eligibility for the dispensing payment is that a contractor must be on the pharmaceutical list on 1 April 2023 or a new contractor who joins the pharmaceutical list after 1 April 2023. Where a contractor acquires an established pharmacy after the 1 April 2023, the new contractor will inherit the payment of the original contractor.

# Consultation

6. Community Pharmacy Scotland has been consulted on the Drug Tariff amendments and the contents of this circular.

### 20 December 2023

#### **Addresses**

For action
Chief Executives, NHS Boards
Director of Practitioner
Services, NHS NSS

For information
Directors of Finance, NHS
Boards
Directors of Pharmacy, NHS
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### General Enquiries to:

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# Action

- 7. NHS Boards are asked to:
  - note the contents of this circular;
  - copy this circular to all community pharmacy contractors on their pharmaceutical lists, Health and Social Care Partnerships and the Area Pharmaceutical Committee.

Yours sincerely,

**Professor Alison Strath** 

Chief Pharmaceutical Officer and Deputy Director Pharmacy & Medicines Division