

Annual Report and Financial Statements

2025 - 2026

TABLE OF CONTENTS

1. Chair's Report	3
2. Report on our activities – Ian Dean (CEO)	6
3. Governance, Structure & Management	10
4. Financial Statements	12

Chair's Report – Shaun Davies

Chair Annual Report 2025/26

- Community pharmacy continues to play an increasingly important role within the NHS, delivering more clinical services while remaining essential to medicines supply and local healthcare.
- 2025/26 has brought both opportunity and considerable pressure. Pharmacy teams have continued to deliver for their communities despite medicines shortages, workforce challenges, rising costs and increasing workload.
- CPNY has focused on supporting contractors, representing their interests and ensuring the contribution of community pharmacy is recognised locally and nationally.

CPNY's Contribution and Achievements

- During the year, CPNY has strengthened its position as the representative voice for community pharmacy across North Yorkshire and York.
- We have represented contractors with local and national decision-makers, strengthened relationships with NHS and local authority partners, and supported the development of clinical services, including Pharmacy First. We have provided a forum for contractors to share intelligence and concerns, while offering constructive challenge where changes risked adding workload without adequate consideration of capacity or funding.
- CPNY has also increased the profile of community pharmacy through partner and media engagement, helping ensure the sector's contribution is better understood.
- This work provides a strong platform from which to develop CPNY's influence further.

The National Contract Settlement

- The latest Community Pharmacy Contractual Framework settlement represents meaningful progress.
- The 2026/27 settlement (announced on 29th May 2026) provides a 10.3% increase in CPCF and Pharmacy First funding, taking the total to £3.636 billion. The additional £200 million in retained medicines margin and provision to write off up to £239 million of historic net contract over-delivery are also welcome.

- Government has recognised the pressures facing the sector, and Community Pharmacy England deserves credit for securing this improved settlement.
- However, increased national funding does not remove the financial pressures facing individual contractors. Staffing, premises, technology and compliance costs continue to rise alongside growing clinical and dispensing responsibilities.
- The settlement is therefore an important step forward, but further reform remains necessary.

The Next Chapter

- The continued development of Pharmacy First and greater clinical responsibility, including independent prescribing, offer significant opportunities for pharmacy and the NHS.
- To succeed, these changes require appropriate funding, workforce capacity, training and infrastructure. Future services must also be practical to deliver and recognise the continuing importance of medicines supply.

North Yorkshire and York

- These issues are particularly significant across North Yorkshire and York, where rural and coastal communities rely heavily on local pharmacies for accessible healthcare.
- CPNY will continue to work with the Humber and North Yorkshire ICB, North Yorkshire Council, City of York Council and other partners to ensure pharmacy is properly reflected in local healthcare planning and service development.

Our Priorities for 2026/27

- Our focus will be on sustainability, influence and integration.
- We will press for a viable pharmacy network and appropriate funding, strengthen contractor involvement in future service design, and support workforce development and independent prescribing.
- We will also seek better integration with general practice and the wider NHS, reduced bureaucracy and improved digital connectivity, while promoting pharmacy's role in prevention and tackling health inequalities.

Looking Ahead

- Community pharmacy has shown that it can deliver more clinical care while continuing to provide an essential frontline service.
- The latest settlement offers a stronger foundation. CPNY's task now is to build on that progress, ensuring contractors have a sustainable future and communities continue to have access to high-quality pharmacy services.
- I would like to thank all contractors, pharmacists, pharmacy technicians and wider pharmacy teams for their professionalism, resilience and commitment throughout the year.

A Personal Note

- My sincere thanks to all committee members, longstanding and new, for their time, commitment and contribution. Your experience, fresh perspectives and constructive challenge are central to CPNY's effectiveness and will be particularly important as we shape the next phase of our work.



Report on our Activities - Ian Dean

Chief Officer

National Contract Negotiation

As we arrived at the end of March 2026, Community Pharmacy England (CPE), NHS England (NHSE) and the Department of Health and Social Care (DHSC) were still yet to agree the CPCF funding for 2026/27.

Community pharmacy therefore ended the year upon an uncertain footing, without knowing what funding would follow for the next financial year. Finally announced at the end of May, details of the settlement are contained within the Chair's report.

Local Services Negotiation

As 2025 came to a close, CPNY were successful in obtaining funding from Humber & North Yorkshire ICB (HNY ICB) for a Walk in Consultation Service (WiCS) to run from 1st December 2024 up to the end of March 2026 (or sooner if the funding was spent – it finished early February).

CPNY were successful in obtaining £150K for this service which meant that almost the total levy collected by CPNY for the financial year, was generated to be paid back to contractors via the WiCS.

Support:

Drug Tariff and Supply Issues

CPNY contractors, along with contractors from other LPCs, have on a weekly basis continually reported supply issues to CPE in order that they can tackle the problem and lobby for concessions appropriately. This issue has seen many pharmacies expending extra hours searching for stock, which has put a strain on staff and resulted in delays in medicine delivery for patients.



This has again deteriorated even further recently and is now worse than most people can remember. CPNY has taken every opportunity to raise this with our MPs and all of them wrote to the Minister highlighting the difficulties this means for businesses and patients.

CPNY has constantly urged Contractors via its Weekly Update email to report generic supply issues to the CPE Pharmacy Funding Team by using the CPE Reporting Spreadsheet. CPNY has stressed how important it is that Contractors continue to do so as often as is practically possible - getting this information to CPE is vital to help them in their dedicated work to ensure fair price concessions.

Whilst this has aided the concessions process, it has not tackled the real issue that the current system is broken. In negotiation with Government and the NHS, CPE have made this point, offering alternative

systems. Historically, this was all to no avail but there is now at least a firm Government commitment to work towards a sustainable funding and operational model for community pharmacies.

Many Contractors are finding it hard to obtain many common medicines still.

National Advanced services:

Pharmacy First/Hypertension Case-Finding/Pharmacy Contraception Service

As these three advanced services are becoming more embedded into everyday pharmacy operations, North Yorkshire pharmacies are performing at a high level, with delivery of these services increasing year on year. Work by CPNY around improving referrals coming in from GPs, NHS111 and other healthcare providers has also helped to grow the numbers.

Service	Number of Provisions 2024/25	Number of Provisions 2025/26	% Increase
Pharmacy First (clinical pathways)	29,985	42,875	43%
Pharmacy First (minor illnesses)*	11,531	10,474	(9%)
Pharmacy First (urgent medicines supply)	13,870	17,673	27%
Hypertension Case-Finding (clinical bp checks)	27,568	30,480	11%
Hypertension Case-Finding (ABPM checks)**	2,365	3,117	32%
Pharmacy Contraception Service (ongoing)	6,842	12,668	85%
Pharmacy Contraception Service (initiation)	936	1,582	69%
Pharmacy Contraception Service (emergency)***	-	2,853	-

*it is reasonable to assume that this decrease is likely due to some of these referrals being converted into clinical pathways

**the percentage of overall ABPM conversion from clinic checks has increased from 8% to 10%

***this strand of the service commenced in October 2025 so this figure represents the first 6 months

Support for locally commissioned services:

Engagement with Commissioners and Enhanced Services



Engagement with local commissioners remains buoyant. Relations between CPNY and Local commissioners remains positive. This has led to a significant improvement in understanding of each other's roles in many cases.

Current Services by Commissioner

Public Health North Yorkshire Council

- Supervised Consumption
- Needle Exchange
- Smoking Cessation

Public Health City of York Council

- Supervised Consumption
- Needle Exchange
- Healthy Start Vitamins supply

North Yorkshire ICB

- Palliative Care
- Walk-in Consultation (ended February 2026)

North Yorkshire Council (Hambleton District area)

- Sharps Disposal

Relationships:

Local MP Support

The North Yorkshire MPs are:

- Rachael Maskell MP – York Central
- Tom Gordon MP- Harrogate & Knaresborough
- Rishi Sunak MP - Richmond
- Luke Charters MP– Outer York
- Kevin Hollinrake MP – Thirsk and Malton
- Julian Smith MP – Skipton and Ripon
- Keir Mather MP– Selby and Ainsty
- Alison Hume MP– Scarborough and Whitby



They have consistently supported the value and benefits of Community Pharmacies and have on behalf of CPNY and contractors, lobbied the government on various matters. They have also been very willing to promote pharmacy campaigns when asked.

Representation:

Communication and Engagement

The 'Weekly Update' email issued every Thursday continues to be CPNY's main channel of communication, which ensures regular, relevant and targeted messages and reminders are issued, designed to aid/prompt and direct contractors. At present, this communication is received by 423 recipients. The recipients include not only pharmacies, but Area Managers, Superintendents, CCA Service Managers, Owners and Locums. It is considered a reliable source of information and is used by Commissioners to communicate updates on matters to pharmacies.

Keeping regular communications going to contractors remains very important and many people have said how valued it continues to be.

The Future:

Strategic Plan

During 2025, the Committee developed a new way of strategic planning. The objective was to develop a rolling 1yr, 3yr and 10yr plan that would be "updated" once a year to reflect changes to our situation. The latest plan allows for continued change.

The overall goal of the plan is...

To Ensure CPNY continues to Support, Represent and Develop our contractors

With three major objectives...

- Providing every contractor with the necessary support to implement the ongoing changes to the pharmacy contract
- To support contractors to positively engage and proactively lead change
- To remain the single representative body supporting CPNY contractors across the local geographical footprint

A full copy of the plan can be viewed on our website by clicking here:

<https://cpny.co.uk/wp-content/uploads/sites/53/2026/09/Final-Work-Plan-2025-26.pdf>

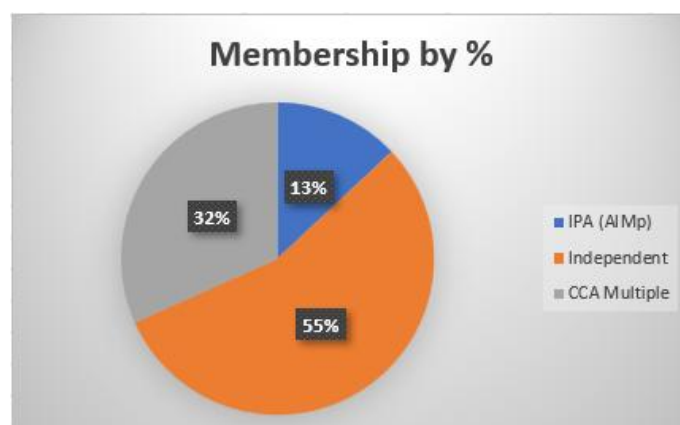
Governance, structure and management

Chair: Shaun Davies **Vice Chair:** Tracey Chambers **Treasurer:** Chris Kendall

Chief Officer: Ian Dean

Make-up of Contractors

Membership Type	Number	Percentage
IPA (AIMp)	16	13.0
Independent	68	55.3
CCA Multiple	39	31.7
Total	123	



Members of the Committee in March 2025

Organisation	Who	Company
CCA Reps	Chris Kendall	Boots
	Matthew Watters	Boots
	James Usmar	Well
	Vacancy	
IPA (AIMp) Reps	Vacancy	
	Sinead Pattison	Day Lewis
Appointed Chair	Shaun Davies	
Independent Reps	Tracey Chambers	Copmanthorpe Pharmacy
	Richard Harrison	Citywide Health
	Ashley Cohen	Priory Pharmacy
	Rui Guo	Scarborough Healthcare Ltd.
	Prashanth Takkallapally	Melrosegate Pharmacy

Member Expenses in 2025/26

Name	Designation	Travel	Locum Cover for Attending Meetings	Total
Richard Harrison	Member	£ 27.45	£ 1,400.00	£ 1,427.45
Sophie Embling	Member	£ 39.60	£ 700.00	£ 739.60
Chris Kendall	Treasurer	£ 103.50	£ 1,750.00	£ 1,853.50
James Usmar	Member	£ -	£ 350.00	£ 350.00
Rui Guo	Member	£ 144.36	£ 1,400.00	£ 1,544.36
Tracey Chambers	Vice Chair	£ 56.25	£ 1,750.00	£ 1,806.25
James Fallon	Member	£ 94.95	£ 560.00	£ 654.95
Matthew Watters	Member	£ 284.40	£ 1,750.00	£ 2,034.40
Steven Shew	Member	£ -	£ 210.00	£ 210.00
Sinead Pattison	Member	£ 173.25	£ 1,400.00	£ 1,573.25
Shaun Davies	Chair	£ 420.63	£ 4,900.00	£ 5,320.63
Prashanth Takkapally	Member	£ 129.60	£ 1,050.00	£ 1,179.60
Ashley Cohen	Member	£ 114.05	£ 1,750.00	£ 1,864.05
	Totals	£ 1,588.04	£ 18,970.00	£ 20,558.04

Attendance at Committee Meetings in 2025/26

	Apr-25	Jul-25	Sep-25	Nov-25	Jan-26	Total	Maximum Attendances	% Attendance
Richard Harrison	1	0	1	1	1	4	5	80.0
Chris Kendall	1	1	1	1	1	5	5	100.0
Tracey Chambers	1	0	1	1	1	4	5	80.0
Sophie Embling	1	1				2	2	100.0
Shaun Davies Chair	1	1	1	1	1	5	5	100.0
Ashley Cohen	1	1	1	1	1	5	5	100.0
Matthew Watters	1	1	1	1	1	5	5	100.0
Stephen Shew	1					1	1	100.0
Prashanth Takkapally			1	1	1	3	3	100.0
James Fallon	0	1	1	0	0	2	5	40.0
Rui Guo	1	1	0	1	1	4	5	80.0
James Usmar			1	0	1			
Sinead Pattison	1	1	1	0	1	4	5	80.0
Total	10	8	10	8	10	44	51	86.3

North Yorkshire LPC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2026



CONTENTS

Page No

14	Report of the Treasurer
15	Statement of Committee Members' responsibilities
17	Income and Expenditure Account
19	Notes to the Financial Statements

Accountants

Sowerby
Chartered Accountants
Beckside Court
Annie Reed Road
Beverley
East Yorkshire
HU17 0LF

Report of the Treasurer

Year ended 31 March 2026

Principal Activities

North Yorkshire LPC is a Local Pharmaceutical Committee ("LPC") acting in the role of a local NHS representative organisation.

Chris Kendall, Treasurer:

This past year has been another challenging one. Costs continue to rise which all contractors are feeling. The uncertainty around the funding settlement for the Community Pharmacy Contractual Framework has made planning for the future an extremely difficult task.

The bulk of CPNY's funding comes through the contractor levy (£223,999 for 2025/26) and we aim to ensure this is used to give as much value back to those contractors we support. One success was the CPNY team securing funding again for the Walk In Consultation Service to support winter pressures across North Yorkshire. We continue to review our costs and ensure that any money being spent is done so responsibly.

The total expenditure for 2025/26 came in at £224,331, while our reserves ended the year at £58,066.

Presented below for contractors is the abridged income and expenditure account for the year ending 31st March 2026.

Statement of Committee Members' Responsibilities

Year ended 31 March 2026

The committee members are responsible for preparing the Report of the Committee Members and the financial statements in accordance with applicable law and regulations.

The committee members are required to prepare financial statements for each financial year. The committee members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. The committee members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the surplus or deficit of the committee for that period.

In preparing these financial statements, the committee members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the committee will continue in operation.

The committee members are responsible for keeping adequate accounting records that are sufficient to show and explain the committee's transactions and disclose with reasonable accuracy at any time the financial position of the committee. They are also responsible for safeguarding the assets of the committee and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The committee members are responsible for the maintenance and integrity of the financial information included on the committee website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

The committee members confirm that so far as they are aware, there is no relevant audit information of which the committee's auditors are unaware. They have taken all the steps that they ought to have taken as committee members in order to make themselves aware of any relevant audit information and to establish that the committee's auditors are aware of that information.



Income and expenditure

as of 31 March 2026

NORTH YORKSHIRE LOCAL PHARMACEUTICAL COMMITTEE

PROPERTY INCOME AND EXPENDITURE

for the Year Ended 31 March 2026

	2026	2025
INCOME		
NHSBA Contractor	223,999	181,500
Other income	6,000	4,510
Meeting sponsorship	2,375	4,550
Interest	345	-
	<u>232,719</u>	<u>190,560</u>
EXPENDITURE		
Staff Employment costs		
Staff Wages	85,858	82,829
HMRC	26,026	26,642
Auto Enrolment Pensions	5,203	5,008
Locum Cover	14,070	17,763
Staff Travel & Parking	5,651	5,600
Training Costs	1,600	447
	<u>138,408</u>	<u>138,289</u>
Establishment Costs		
Rent	5,711	5,705
	<u>5,711</u>	<u>5,705</u>
Meeting Costs		
Refreshments and Catering for Meetings	1,937	1,028
Room Hire for Meetings	1,426	2,672
Members Travel & Parking Expenses	1,848	1,745
Contractor Support Activity	3,137	3,936
Chair Fees	4,900	-
	<u>13,248</u>	<u>9,381</u>
Insurance, PPS, Telephone etc		
Insurance and Bank Charges	51	36
Office Stationery	4,892	3,554
	<u>4,943</u>	<u>3,590</u>
Levies and License fees		
PSNC Levy	58,848	58,334
PCN Lead Roles	1,918	1,837
Audit Fees	1,190	1,098
	<u>61,955</u>	<u>61,269</u>
Corporation Tax		
Corporation Tax due	66	-
	<u>66</u>	<u>-</u>
	<u>224,331</u>	<u>218,234</u>
NET PROFIT/(LOSS) FOR THE YEAR	<u><u>8,388</u></u>	<u><u>(27,674)</u></u>

BANK RECONCILIATION ALL ACCOUNTS

Balance brought forward	55,612		67,912
Less deferred income movement below	6,000		15,374
Plus profit / (loss) above	8,388		(27,674)
Add back Corporation Tax owed	66	58,066	55,612
		<u>58,066</u>	<u>55,612</u>
Balance carried forward			<u>55,612</u>

DEFERRED INCOME

Balance brought forward	15,374		-
Deferred in year			15,374
Released	6,000		-
Balance carried forward	<u>9,374</u>		<u>15,374</u>

CORPORATION TAX

Corporation Tax Liability	66		-
	<u>66</u>		<u>-</u>

Funds received are deferred and not recognised within the profit above when they are allocated to post year end activities



Notes to the Financial Statements

Year ended 31 March 2026

CHARTERED ACCOUNTANTS' REPORT TO

NORTH YORKSHIRE LOCAL PHARMACEUTICAL COMMITTEE

In accordance with our terms of engagement we have prepared for your approval the financial statements of North Yorkshire Local Pharmaceutical Committee for the year ended 31 March 2024 on pages three to four from the accounting records and from the information and explanations you have given to us.

As a practising member of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at [iceaw.com/membershandbook](https://www.icaew.com/membershandbook).

This report is made solely to you, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of North Yorkshire Local Pharmaceutical Committee and state those matters that we have agreed to state to you in accordance with ICAEW Technical Release TECH08/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than you for our work or this report.

You have approved the financial statements for the year ended 31 March 202 and have acknowledged your responsibility for them, for the appropriateness of the financial reporting framework adopted and for providing all information and explanations necessary for their compilation. We have not verified the accuracy or completeness of the accounting records or information and

explanations you have given us and we do not, therefore, express any opinion on the financial statements.

CPNY Contact Details

Address: 307 Grovehill Road,
Beverley, East Yorkshire, HU17 0JG

Tel: 01482 887571

Email: enquiries@cpny.co.uk

