About this Release
Dispensing contractors, i.e. community pharmacists, dispensing doctors and appliance suppliers, are contracted by NHS Scotland to provide services to the population of Scotland. To ensure drugs are available for dispensing when a patient arrives with a prescription, dispensing contractors purchase drugs in advance. Therefore, dispensing contractors receive two distinct types of payment; remuneration for the services they provide and reimbursement for the drugs they dispense. Information is shown by calendar and financial year up to September 2012.

Key Points
• The gross total payments to Scottish dispensing contractors decreased from £591 million in the first 6 months of 2011/12 to £558 million in the first 6 months of 2012/13.

• The net ingredient cost (NIC) paid to dispensing contractors for drug reimbursement has decreased, from £490 million in the first 6 months of 2011/12 to £455 million in the first 6 months of 2012/13. However, the cost for remuneration of services shows an increase of £3.5 million (3.5%) from £100.3 million in the first 6 months of 2011/12 to the first 6 months of £103.8 million in 2012/13.

• The gross ingredient cost (GIC) paid to dispensing contractors in the first 6 months of 2012/13 in respect of dispensing was £478 million. This is a decrease of £31.2 million (6.1%) when compared to the first 6 months of 2011/12.

• The number of prescription items for the first 6 months of 2012/13 was 48.2 million. This is an increase of 1.1 million (2.3%) compared to the first 6 months of 2011/12. The number of prescription items for the first 6 months of 2011/12 was 47.1 million. This was an increase of 1.5 million (3.2%) compared to the first 6 months of 2010/11.

Notes 1 Data for April to September 2011 was taken from the 20th December 2011 Financial Year remuneration release on the ISD website.
Background
Payments are derived from information gathered by Practitioner Services Division (PSD), after the pricing of prescriptions has taken place. Payments to dispensing contractors are made by PSD on behalf of the NHS Boards. Monthly schedules are made available on a quarterly basis and a year-end summary is provided.

Contact
Jack Vize
Senior Information Analyst
j.vize@nhs.net
0131 275 7153

Catriona Young
Senior Information Analyst
Catriona.young@nhs.net
0141 275 6599

Further Information
Further information can be found in the Full Publication Report or on the ISD website.

About ISD
Scotland has some of the best health service data in the world combining high quality, consistency, national coverage and the ability to link data to allow patient based analysis and follow up.
Information Services Division (ISD) is a business operating unit of NHS National Services Scotland - and has been in existence for over 40 years. We are an essential support service to NHSScotland and the Scottish Government Health Department and others, responsive to the needs of NHSScotland as the delivery of health and social care evolves.

Official Statistics
Information Services Division (ISD) is the principal and authoritative source of statistics on health and care services in Scotland. ISD is designated by legislation as a producer of ‘Official Statistics’. Our official statistics publications are produced to a high professional standard and comply with the Code of Practice for Official Statistics. The Code of Practice is produced and monitored by the UK Statistics Authority which is independent of Government. Under the Code of Practice, the format, content and timing of statistics publications are the responsibility of professional staff working within ISD.
Further information on ISD’s statistics, including compliance with the Code of Practice for Official Statistics, and on the UK Statistics Authority, is available on the ISD website www.isdscotland.org/About-ISD/About-Our-Statistics/