



MedTech Funding Mandate 2020/21 Financial Flow Summary

Feb 2021

MedTech Funding Mandate (MTFM) – Financial flow summary

Relevant to all 4 MTFM technologies

Trust agrees use case and projected activity with commissioner, and agrees contract for use

Trust procures
MTFM technology
– either from NHS
Supply Chain or
direct from
supplier

NHS S.C PURCHASE

Supply Chain pay supplier directly for all activity across England Supply
Chain invoice
individual trusts
for activity, using
Purchase Order
process

for activity by commissioner, with payment reflecting actual costs incurred

DIRECT PURCHASE

Supplier invoices trust directly for activity using agreed mechanism for activity by commissioner, with payment reflecting actual costs incurred

Additional notes - the MTFM outlines;

- Provides are reimbursed for use by their commissioner (para 33)
- The 4 MTFM technologies are on the "Innovation products" tariff excluded list see Annex A of the National Tariff Payment System (NTPS) Tab 13c. Items on this list are excluded from national prices and reimbursed by NHS commissioners (para 34)
- Technologies on the innovative products list are subject to NTPS local pricing rules which stipulates that the price the commissioner pays must reflect actual costs, the prices set under any applicable procurement framework or a reference price set by NHS England and NHS Improvement, whichever is the lowest (para 35)
- Pricing rules requires commissioners to fund MTFM technologies outside of existing arrangements either PBR or block/ blended payment contracts. For blended/block payments, commissioners would be expected to increase the fixed element in the first year for increased costs associated with MTFM technologies, and then reflect that change in the fixed element of the contract in year 2+