

**FINANCE REPORT: MONTH 11**

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| <b>Trust Board</b>   | <b>Item: 13</b>   |
| <b>Date: 30 March 2022</b>   | <b>Enclosure: I</b>   |
| <b>Purpose of the Report:</b><br>To update the Trust on the Trust's Financial Position at the end of Month 11, 21/22.  |   |
| <b>For: Information</b> <input checked="" type="checkbox"/> <b>Assurance</b> <input checked="" type="checkbox"/> <b>Discussion and input</b> <input type="checkbox"/> <b>Decision/approval</b> <input type="checkbox"/>  |   |
| <b>Sponsor (Executive Lead):</b>   | Yarlina Roberts<br>Chief Finance Officer                        |
| <b>Author:</b>   | Charlotte Sparrow<br>Assistant Director of Financial Management |
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| <b>Risk Implications – Link to Assurance Framework or Corporate Risk Register:</b>   | To deliver the 2021/22 financial plan                           |
| <b>Legal / Regulatory / Reputation Implications:</b>   | None  |
| <b>Link to Relevant CQC Domain:</b><br><b>Safe</b> <input type="checkbox"/> <b>Effective</b> <input type="checkbox"/> <b>Caring</b> <input type="checkbox"/> <b>Responsive</b> <input type="checkbox"/> <b>Well Led</b> <input checked="" type="checkbox"/>  |   |
| <b>Link to Relevant Strategic Theme:</b>   | To deliver the 2021/22 financial plan                           |
| <b>Document Previously Considered By:</b>  | Finance & Investment Committee                                  |
| <b>Recommendations:</b><br><br>The Committee is asked to note the Trust's performance against the three key objectives: <ul style="list-style-type: none"> <li>• I&amp;E £2.3m deficit plan for H2 of 21/22.</li> <li>• Deliver elective activity to achieve ERF in H2 of 21/22 of £5.8m.</li> <li>• Achieve Capital Delegated limit.</li> </ul> |   |

Key points of the report are:

## **Financials**

Month 11 position is a £1.4m deficit, YTD the position is a £3.1m deficit (inclusive of the £1.3m deficit in H1). This position is £0.2m favourable to the revised plan inclusive of all sector funding.

ERF income reported for H2 (to date) is £15.2m.

Pay expenditure at £18.5m is £1.0m below plan in month. Again the continuing Medical pay overspends in ED and Planned Care are offset by low expenditure in nursing and AHP's on winter/capacity initiatives compared to plan. Administrative and AHP vacancies continue to generate a further favourable variance. Project funding phased in to Q4 was budgeted under pay but actual costs in month are seen under non-pay and the Covid pay position remains favourable.

Non-Pay and Depreciation costs of £16.0m are £4.3m above plan in month. The position includes ongoing overspend as seen last month of project costs offset under pay and other income and continuing overspends on drugs costs and estates engineering costs. In month non-recurrent items include charges from other providers in sector for service provision and independent sector costs offset by additional Elective plus income. Further non-recurrent items in month have arisen from a debt swap exercise and security equipment for ED.

Trust Capital spend cumulative to Month 11 was £16.4m, £2.4m below plan including Estates £2.0m related to Roehampton Modular building , and IMT £0.3m below plan.