

Month 12 I&E performance

Contract PRI: £366k adverse to revised forecast, driven mainly by NCA performance. This has been repaired in 1920 budget setting. **No “bubble”**. *Issue is 19-20 delivery of challenging PRI target.*

Other Income: £871k favourable to forecast outturn even with a route to balance element of £939k. **No “bubble”**. Route to balance relates to LDA income.

Non Opex: £3.281m favourable to forecast. Driven by additional £1m of depreciation improvement relating to asset lives, and impact of better year end cash balances on PDC. **No bubble**. *Asset lives is having to be revisited. Compliance team have identified an alternative to replace the £3m 18-19 CIP, and whilst confident, this has yet to be finalised with a Valuer, or Audit.*

	Contract PRI	Other Contract PRI	Other Income	Pay	Non Pay	Non Opex	TOTAL
	£000's	£000's	£000's	£000's	£000's	£000's	£000's
Forecast Outturn	418,948	11,521	52,808	-316,546	-156,696	-25,495	-15,460
Route to Balance		1,061	939	5,893			7,893
Revised Forecast Outturn	418,948	12,582	53,747	-310,653	-156,696	-25,495	-7,567
Outturn	418,582	13,027	54,618	-308,066	-158,427	-22,215	-2,481
Variance	-366	445	871	2,587	-1,731	3,281	5,087

Other PRI: £445k favourable forecast outturn after a route to balance adjustment of £1.06m. **No “bubble”**. Route to balance relates to one off ICR income benefit

PAY: £2.587m favourable to revised plan after a route to balance adjustment of £5.893m, which was release of reserves held in pay and balance sheet flex relating to agency. **No bubble**. Issue will be 19-20 management of establishments, agency and rotas, and *controlling use of temporary staff solutions in line with 19-20 plans.*

NON PAY: £1.731m adverse to forecast outturn Groups where variance relates to over-performance should see a rebalance if reflected in 19-20 plan. **Is evidence of a bubble** in non pay. This manifests itself largely within Surgical Services, which was £1.17m adverse to forecast outturn. Element of this is non-recurrent but further work is required on this.

Finance Report

Statutory Financial Duties

Month 12 2018/19

	2018/19 £000	2017/18 £000
Cash flow financing	398	34,826
Other capital receipts	-	-
External financing requirement	398	34,826
External financing limit (EFL)	16,635	36,838
Under / (over) spend against EFL	16,237	2,012

	2018/19 £000	2017/18 £000
Gross capital expenditure	256,824	26,263
Less: Disposals	-	(3,117)
Less: Donated and granted capital additions	(148,835)	(164)
Plus: Loss on disposal from capital grants in kind	-	-
Charge against Capital Resource Limit	107,989	22,982
Capital Resource Limit	108,126	23,212
Under / (over) spend against CRL	137	230

	2018/19 Number	2018/19 £000	2017/18 Number	2017/18 £000
Non-NHS Payables				
Total non-NHS trade invoices paid in the year	94,552	160,282	112,769	261,359
Total non-NHS trade invoices paid within target	27,902	57,920	62,371	202,845
Percentage of non-NHS trade invoices paid within target	29.5%	36.1%	55.3%	77.6%
NHS Payables				
Total NHS trade invoices paid in the year	3,785	38,720	3,021	28,549
Total NHS trade invoices paid within target	1,121	23,614	1,439	18,995
Percentage of NHS trade invoices paid within target	29.6%	61.0%	47.6%	66.5%

- The Trust exited the 2018/19 financial year with a £27.97m cash balance.
- This was in excess of the forecast cash balance on which the EFL was based.
- For 2018/19 the Trust has met it's EFL duty.
- Capital expenditure less donated assets was £108m. This represented an underspend against the 2018/19 CRL.
- For 2018/19 the Trust has met it's CFL duty.
- The Trust has funded a 3.5% cost PDC charge.
- Invoice payment performance is below the level required in the BPPC.