

Meeting Title	Board of Directors		
Date	12 <sup>th</sup> November 2020	Agenda item	Bo.11.20.29

## Finance Report (Month 6)

Presented by	Matthew Horner, Director of Finance		
Author	Chris Smith, Deputy Director of Finance		
Lead Director	Matthew Horner, Director of Finance		
Purpose of the paper	To inform the Board of Directors the Trust's financial performance at Month 6.		
Key control	Identify if the paper is a key control for the Board Assurance Framework		
Action required	To note		
Previously discussed at/ informed by	N/a		
Previously approved at:	N/A	Date	

### Key Options, Issues and Risks

This paper provides a summary of the Income & Expenditure, Cash and Capital position as at the end of Month 6 (September 2020).

### Analysis

#### Month 6 Financial Performance

At Month 6, BTHFT delivered a deficit before top up and COVID19 costs which is £1m higher than NHSE/I projected. It is anticipated that this excess deficit will be fully funded via the retrospective top up.

A total of £11.7m of COVID19 revenue costs were recorded up to Month 6 and an associated retrospective top up has been accrued into the I&E position to result in a breakeven position.

Until NHSE/I have concluded their audit and scrutiny of the Trust's claim for reimbursement of the COVID19 costs, there remains a degree of risk in the reported position. The risk is not considered significant however as appropriate governance and record keeping processes have been followed.

The interim funding regime for Quarters 1 & 2 has now come to an end. Based on anticipated top ups in line with previous months, the Trust is reporting a break even position for this period and can therefore be seen to have delivered the financial plan asked of it by the regulators.

The Trust's closing cash position on 30 September 2020 was £76.3m. This includes the top up payment on account and the advance block payment from CCGs for October 2020. This prepayment has increased the Trusts cash balance by approximately £30m. This arrangement will continue to the end of February supporting the Trusts financial position until March.

Following confirmation of additional funding from the Department of Health and Social Care the Trusts capital programme is now £34.0m. The original capital plan that the Trust submitted to NHSE/I in March 2020 totalled £20.8m.

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Recommendation
The Board of Directors are asked to note the content of this report.

Risk assessment						
Strategic Objective	Appetite (G)					
	Avoid	Minimal	Cautious	Open	Seek	Mature
To provide outstanding care for patients			g			
To deliver our financial plan and key performance targets			g			
To be in the top 20% of NHS employers					g	
To be a continually learning organisation				g		
To collaborate effectively with local and regional partners					g	
The level of risk against each objective should be indicated. Where more than one option is available the level of risk of each option against each element should be indicated by numbering each option and showing numbers in the boxes.	Low		Moderate	High	Significant	
	Risk (*)					
Explanation of variance from Board of Directors Agreed General risk appetite (G)						

Benchmarking implications (see section 4 for details)	Yes	No	N/A
Is there Model Hospital data relevant to the content of this paper?	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Is there any other national benchmarking data relevant to the content of this paper?	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Is the Trust an outlier (positive or negative) for any benchmarking data relevant to the content of this paper?	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>

Risk Implications (see section 5 for details)	Yes	No
Corporate Risk register and/or Board Assurance Framework Amendments	<input type="checkbox"/>	<input type="checkbox"/>
Quality implications	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Resource implications	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Legal/regulatory implications	<input type="checkbox"/>	<input type="checkbox"/>
Diversity and Inclusion implications	<input type="checkbox"/>	<input type="checkbox"/>
Performance Implications	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Regulation, Legislation and Compliance relevance
NHS Improvement: (please tick those that are relevant)
<input checked="" type="checkbox"/> Risk Assessment Framework <input type="checkbox"/> Quality Governance Framework
<input checked="" type="checkbox"/> Code of Governance <input checked="" type="checkbox"/> Annual Reporting Manual
Care Quality Commission Domain: Well Led

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<b>Care Quality Commission Fundamental Standard: Good Governance</b>
<b>NHS Improvement Effective Use of Resources: Finance</b>
<b>Other (please state):</b>

Relevance to other Board of Director's Committee: (please select all that apply)					
Workforce	Quality	Finance & Performance	Partnerships	Major Projects	Other (please state)
<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>