

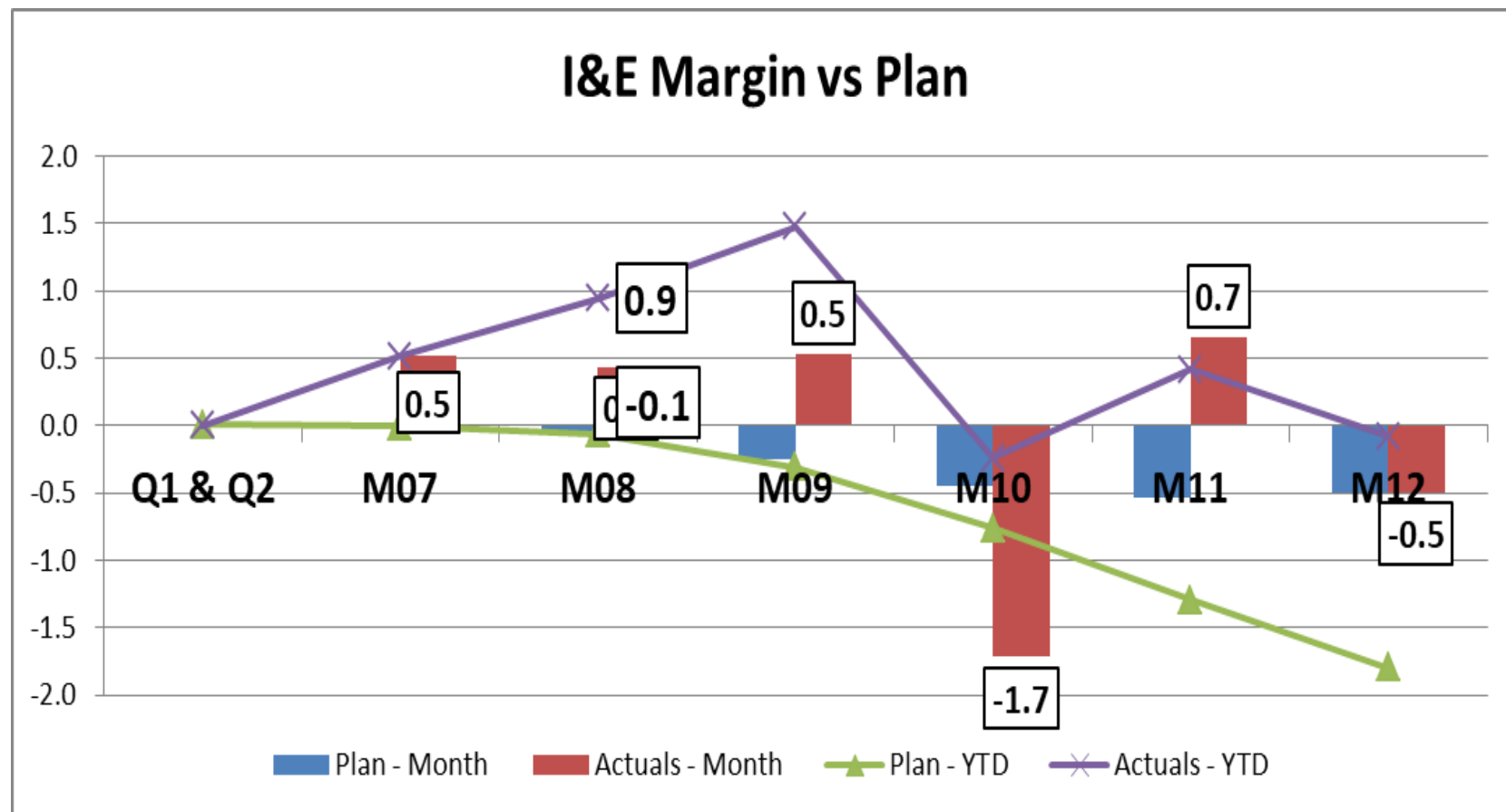
BOARD MEETING 20th MAY 2021

FINANCE REPORT – MONTH 12

Bo.5.21.27

Matthew Horner – Director of Finance

1. 2020/21 Income & Expenditure Margin vs Plan



- The Trust has reported a break even position at Month 12, which is £1.8m favourable to the planned £1.8m deficit.
- This is the draft unaudited position which will not be confirmed until the statutory audit has concluded.

2. Month 12 Financial Position vs Plan

Details	YTD Plan £	YTD Actual £	YTD Variance £
Income			
NHS Block	407.9	419.2	11.3
Other Income	36.9	56.1	19.2
Top Up Months 1-6	17.4	17.4	0.0
PCR & Independent Sector	2.0	1.2	-0.8
Total Income	464.2	494.0	29.8
Expenditure			
Pay	-298.7	-318.5	-19.7
Non Pay	-161.5	-170.5	-9.0
PCR & Independent Sector	-2.0	-1.2	0.8
CIP / Efficiency	-3.8	-3.8	0.0
Total Expenditure	-466.0	-494.0	-28.0
Margin	-1.8	0.0	1.8

- The expenditure run rate continued to be suppressed by reduced rates of elective and other routine activity throughout the year.
- The £11.3m favourable variance against NHS Block Income is mainly due to central funding for the 6.3% pension contributions (£12.0m) which is offset by equivalent pay expenditure reflected in the year end accounts
- The stretch target to improve “other income” by £0.1m per month as per national ask has been met, chiefly due to Research income and funding received from NHSE/I in recognition of the loss of other income due to the pandemic.
- Within the position, the Trust has been able to accommodate a significant increase to accrued liabilities for untaken annual leave in 2020/21 (£6.9m) and a provision for the Flowers legal case and similar potential claims (£1m). Both of these pressures are shown on the pay line and are mostly offset by accrued income from NHSE/I.
- £1.2m expenditure on COVID PCR tests and Independent Sector capacity is reimbursed on a pound for pound basis.
- Total 2020/21 COVID expenditure (excl. vaccinations) is £2.0m lower than planned (£21.7m actual vs £23.7m plan).
- Expenditure on the BRI and community vaccination centres of 0.8m is offset by £0.8m accrued income.