

## Board of Directors – Meeting held in Public

9<sup>th</sup> March 2023

<b>Paper title:</b>	Finance Report Month 10 2022/23	<b>Agenda Item</b>  <b>15</b>
<b>Presented by:</b>	Mike Woodhead, Director of Finance, Contracting and Estates	
<b>Prepared by:</b>	Claire Risdon, Deputy Director of Finance	
<b>Committees where content has been discussed previously</b>		
<b>Purpose of the paper</b> Please check <b>ONE</b> box only:	<input type="checkbox"/> For approval <input type="checkbox"/> For information <input checked="" type="checkbox"/> For discussion	
<b>Link to Trust Strategic Vision</b> Please check <b>ALL</b> that apply	<input checked="" type="checkbox"/> Providing excellent quality services and seamless access <input checked="" type="checkbox"/> Creating the best place to work <input checked="" type="checkbox"/> Supporting people to live to their fullest potential <input checked="" type="checkbox"/> Financial sustainability, growth and innovation <input checked="" type="checkbox"/> Governance and well-led	
<b>Care Quality Commission domains</b> Please check <b>ALL</b> that apply	<input checked="" type="checkbox"/> Safe <input checked="" type="checkbox"/> Caring <input checked="" type="checkbox"/> Effective <input checked="" type="checkbox"/> Well-Led <input checked="" type="checkbox"/> Responsive	

<b>Purpose of the report</b>
<ul style="list-style-type: none"> <li>The purpose of the report is to provide the Trust Board with an overview on the financial performance for January 2023, for both the Trust and the ICS.</li> </ul>

<b>Executive Summary</b>
<p><b>Trust Financial Performance (Paper 18.1)</b></p> <p>The financial position is largely in line with plan with a YTD surplus position of £275k which is £16k better than plan. The forecast for the year is a breakeven position which is as planned. Whilst there is a degree of confidence that we will deliver the full year breakeven plan, this is reliant on £4.8m of non-recurrent measures.</p> <p>The efficiency programme of £14.4m is off track up to January by £131k with a forecast shortfall against plan of £4.8m. The risks are consistent with previous months and relate to the delivery of the Mental Health Strategic Programmes, Smarter spaces and medical</p>

staffing. Programmes leads are in the process of reviewing milestones and deliverables to support planning for 2023/24.

The capital plan is reporting a year to date underspend of £1.4m, with a forecast of £0.15m in excess of the Trusts Operational capital budget, which has been approved by the ICS.

**ICS Financial Performance 2022/23**

The ICS continues to report a forecast in line with its breakeven plan, with risk management arrangements in place across ICS partners. Focus is now on developing plans for 2023/24 to meet a breakeven position for the year, with early risks largely driven by the loss of COVID income, inflationary pressures and non recurrent measures used to deliver the 2022/23 position. The agreed next steps in moving towards final plans are:

- Peer review of all plans to take place at WY ICS Finance Forum
- Establishment of WY efficiency and productivity group
- Place review meetings to take place to review all plans
- Further work to understand impact of API contract on elective activity through application of PbR element of contract. Continue to pursue WY alternative proposal.
- Confirmation of deployment of funds currently held at West Yorkshire
- Ensure full “alignment” between ICB and NHS providers
- Agree inter-system principles with ICB partners (particularly in NEY region)
- Triangulation of finance, activity and workforce (in organisations, place and system) – particularly focus on elective recovery
- Maintain links with NHSE and continue lobbying re: national issues

Do the recommendations in this paper have any impact upon the requirements of the protected groups identified by the Equality Act?

- Yes** (please set out in your paper what action has been taken to address this)
- No**

**Recommendation(s)**

The Board of Directors is asked to:

- Note the year to date forecast financial position of the Trust and the ICB; and
- Highlight further assurances required.

**Relationship to the Board Assurance Framework (BAF)**

The work contained with this report links to the following strategic risks as identified in the BAF:

- SO1:** Engaging with our patients, service users and wider community to ensure they are equal partners in care delivery (QSC)
- SO2:** Prioitising our people, ensuring they have the tools, skills and right environment to be effective leaders with a culture that is open, compassionate, improvement-focused and inclusive culture (WEC)

<input type="checkbox"/> <b>SO3:</b> Maximising the potential of services to delivery outstanding care to our communities (QSC) <input type="checkbox"/> <b>SO4:</b> Collaborating to drive innovation and transformation, enabling us to deliver against local and national ambitions (Board) <input checked="" type="checkbox"/> <b>SO5:</b> To make effective use of our resources to ensure services are environmentally and financially sustainable and resilient (FBIC) <input type="checkbox"/> <b>SO6:</b> To make progress in implementing our digital strategy to support our ambition to become a digital leader in the NHS (FBIC)	
<b>Links to the Strategic Organisational Risk register (SORR)</b>	<p>The work contained with this report links to the following corporate risks as identified in the SORR:</p> <ul style="list-style-type: none"> <li>• Risk 2536: If we do not make effective use of our resources this may result in regulatory interventions, as well as impacts on quality of services.</li> </ul>
<b>Compliance &amp; regulatory implications</b>	<p>The following compliance and regulatory implications have been identified as a result of the work outlined in this report:</p> <ul style="list-style-type: none"> <li>• The NHS Single Oversight Framework requires providers to report performance against national requirements including quality of care, financial performance and sustainability, and delivery of national standards (though some reporting is suspended during the Covid-19 pandemic)</li> </ul>