

# Finance Report for the period ended **31 August 2024**

For presentation at the  
**Trust Board**  
**24 September 2024**

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## Executive dashboard - overall performance against targets

Statutory targets	Year to date	Year end f'cast	Comments	Further detail
1. Income and Expenditure break-even.	A	G	The Trust is reporting a YTD deficit of £1.2m at the end of August (in line with plan). The forecast year end position is currently also in line with plan - being a break-even position.	APPENDIX A
2. Remain within Capital Resource Limit (CRL).	G	G	The YTD capital spend for August is £3.5m, which is within funding limits.	APPENDIX E
3. Capital Cost Absorption Duty (Return on Capital).	G	G	The capital cost absorption duty of 3.5% net assets has been achieved	N/A
4. Remain within External Financing Limit (EFL).	n/a	G	The year-end cash forecast is £24m which delivers the EFL	N/A
Secondary targets	Year to date	Year end f'cast	Comments	Further detail
5. Deliver I&E performance in line with plan.	G	G	The reported YTD I&E deficit for August is in line with plan, as is the forecast year end break-even.	SUMMARY REPORT and APPENDIX H
6. Achieve Efficiency Savings targets.	G	A	Savings at 31st August are £6.8m, on plan. The £20.4m target for the year is expected to be delivered, although the backweighted profile and unidentified element adds risk	APPENDIX B
7. Manage agency staff spend in line with plan	G	G	YTD agency spend at the end of August is £9.9m, which is below planned YTD spend of 12m. Forecast year end spend is also below planned spend for the year.	APPENDIX C
8. Comply with Better Payment Practice Code (BPPC).	G	G	Cumulatively the Trust achieved all of the 4, 95% BPPC targets at the end of August, and 2 of the monthly targets.	APPENDIX D
Internal targets	Year to date	Year end f'cast	Comments	Further detail
9. Achieve retained cash balances in line with plan	A	G	The cash balance is £26.2m at the end of August. This is below planned cash levels, mainly due to UHL and Local Authority block income contracts not paid on time. The £24m forecast for the year remains on plan.	APPENDIX F
10. Deliver capital investment in line with plan	A	G	YTD operational capital expenditure is £3.5m. This is below plan (mainly due to property lease contracts not yet commenced) but in line with funding. The forecast for the year is on plan however please note capital pressures and constraints - see 'Capital Section' in summary report.	APPENDIX E

## Summary report – financial position as at 31 August 2024

### OVERVIEW AND KEY ISSUES

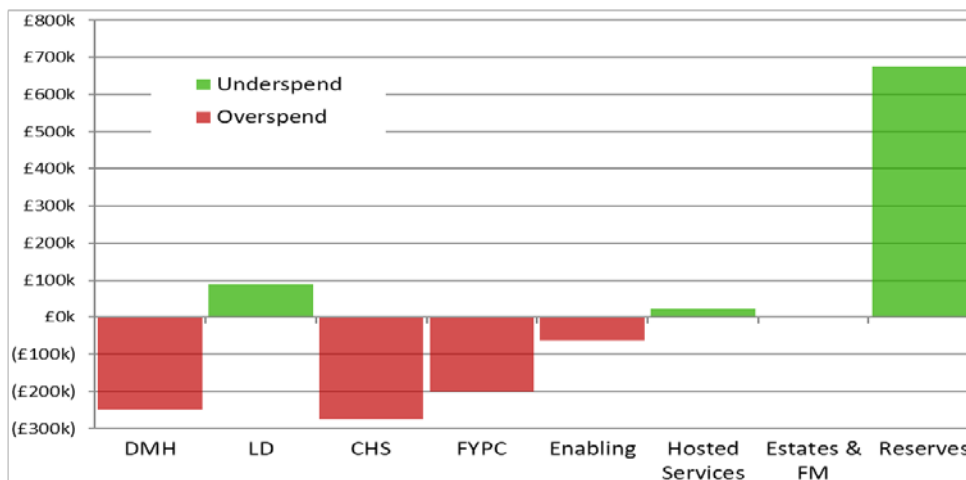
- The Trust remains on plan with regard to financial performance as at the end of August 2024.
- Risks to the delivery of the year end plan break-even position include the continued directorate overspend positions and potential for further financial pressures with regard to the national pay award.
- The national pay award uplift for Agenda for Change posts is to be paid in October. National funding for the award has not yet been confirmed. The large value of the award increases the size of the risk of any funding shortfall.
- The estimated cost of the HCA band 2 to band 3 uplift is reflected in the forecast outturn position assuming a backdate of 2021.

### YEAR TO DATE TOTAL INCOME AND EXPENDITURE POSITION

The Trust is in-line with the 24/25 I&E plan / budget at the end of month 5 (August) – being a year-to-date deficit of £1,162k.

Within this position however, there are individual directorate variances to budget as shown below:

#### YEAR TO DATE INCOME AND EXPENDITURE VARIANCES TO BUDGET, BY DIRECTORATE:



## EXPLANATION OF ANY KEY DIRECTORATE INCOME AND EXPENDITURE ISSUES

- **The Mental Health Directorate is overspending by £249k at the end of month 5.** Inability to absorb the full impact of the additional control total target continues to be the primary cause of the overspend, along with the costs of employing medical locums and qualified nurse agency staff.
- **The Community Health Services Directorate is overspending by £274k at the end of month 5.** Agency and bank spend is reducing, but is still higher than budget / plan, thus contributing to the overspend. Double running of newly recruited staff is also creating additional pressure as is the further control total target.
- **The Families, Young People and Children Directorate is overspending by £202k at the end of month 5.** The control total CIP continues to be the primary cause of the overspend. There are also non-pay pressures including FP10s, VPN and mobile phones.
- **The Learning Disabilities directorate is underspending by £88k at the end of month 5.** The large number of vacancies is the main driver of the underspend, but this is partially offset by the effect of the control total target CIP.
- **Enabling Services are overspending by £62k at the end of month 5.** This is due to legal fees in relation to the court of protection.
- **Central reserves are underspending by £675k at the end of month 5.** This underspend offsets the net operational directorates' overspend, delivering the Trust alignment with YTD budget / plan. The underspend is due to temporary balance sheet flexibility, availability of which cannot be confirmed across the whole year.
- **Hosted and Estates services are all reporting nil (or close to nil) variances.**

## FORECAST INCOME AND EXPENDITURE POSITION

- The forecast for the end of the year is in line with plan, being an I&E break-even.
- The I&E plan assumes monthly I&E deficits in the first half of the year, improving to monthly surpluses in the second half to deliver a break-even I&E position for the year as a whole. The monthly planned I&E profile is shown below:

	M1 £'000	M2 £'000	M3 £'000	M4 £'000	M5 £'000	M6 £'000	M7 £'000	M8 £'000	M9 £'000	M10 £'000	M11 £'000	M12 £'000	Year £'000
Monthly surplus / (deficit)	(469)	(338)	(188)	(115)	(53)	(21)	6	65	111	246	334	421	0
Cuml. YTD surplus / (deficit)	(469)	(807)	(995)	(1,110)	(1,162)	(1,184)	(1,178)	(1,113)	(1,001)	(755)	(422)	(0)	0

- The expectation of surpluses in latter months – on the assumption that some efficiency schemes and other mitigations will start later in the year – does increase the risk as the year progresses.
- Revenue risks, pressures and mitigations for the year are analysed in **appendix H**.

# Finance Report for the period ended **31 August 2024**

## **APPENDICES**

## APPENDIX A - Statement of Comprehensive Income (SoCI)

Statement of Comprehensive Income for the period ended 31 August 2024	YTD Actual M5 £000	YTD Budget M5 £000	YTD Var. M5 £000
<b>Revenue</b>			
Total income	171,638	170,876	762
Operating expenses	(171,404)	(170,641)	(762)
<b>Operating surplus (deficit)</b>	<b>235</b>	<b>234</b>	<b>0</b>
Investment revenue	610	610	0
Other gains and (losses)	0	0	0
Finance costs	(716)	(716)	0
<b>Surplus/(deficit) for the period</b>	<b>129</b>	<b>128</b>	<b>0</b>
Public dividend capital dividends payable	(1,290)	(1,290)	0
<b>I&amp;E surplus/(deficit) for the period (before tech. adjs)</b>	<b>(1,162)</b>	<b>(1,162)</b>	<b>0</b>
<b>NHS Control Total performance adjustments</b>			
IFRIC 12 adjustment (PFI interest adj - excl. from Con.Total)	0	0	0
<b>NHS I&amp;E control total performance</b>	<b>(1,162)</b>	<b>(1,162)</b>	<b>0</b>
<b>Other comprehensive income (Exc. Technical Adjs)</b>			
Impairments and reversals	0	0	0
Gains on revaluations	0	0	0
<b>Total comprehensive income for the period:</b>	<b>(1,162)</b>	<b>(1,162)</b>	<b>0</b>
<b>Trust EBITDA £000</b>	<b>5,473</b>	<b>5,472</b>	<b>0</b>
<b>Trust EBITDA margin %</b>	<b>3.2%</b>	<b>3.2%</b>	<b>0.0%</b>

## APPENDIX B – Efficiency performance and forecast by directorate

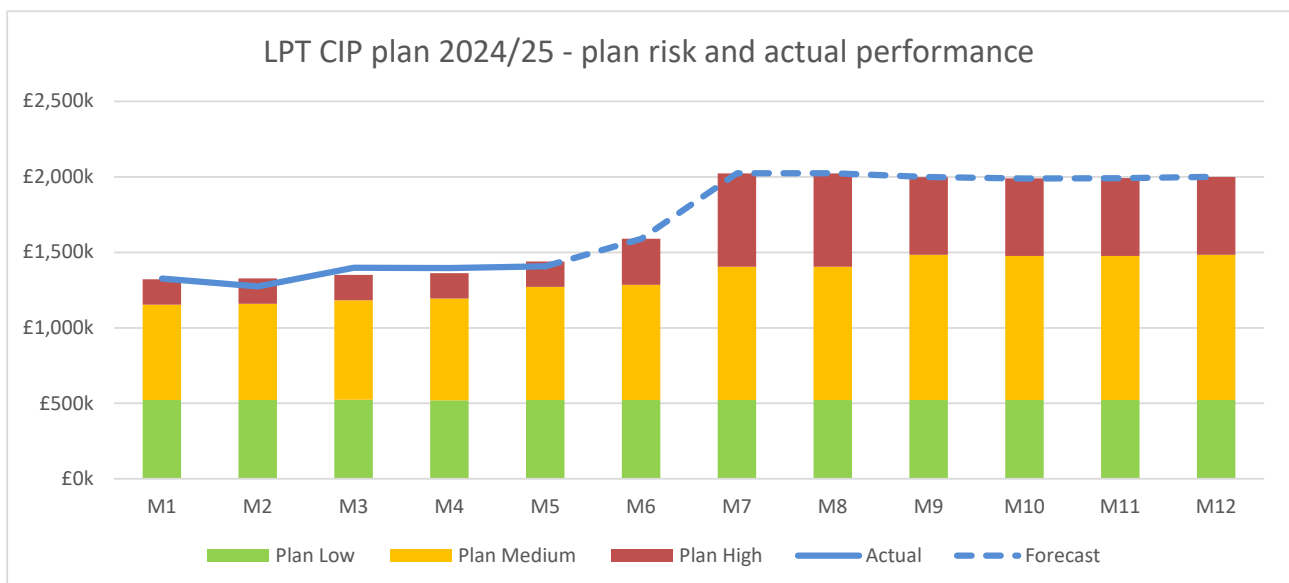
SUMMARY						
Directorate	M5 YTD TARGET £000	M5 YTD DELIVERED £000	M5 YTD VARIANCE £000	ANNUAL TARGET £000	F'CAST OUTTURN £000	FOT VARIANCE £000
CHS	2,159	2,159	0	5,442	5,441	-1
FYPC	1,480	1,366	-113	3,551	3,245	-307
LD	423	426	3	1,016	1,019	3
DMH	1,717	1,468	-250	6,013	6,013	0
Enabling	874	812	-62	2,098	2,036	-62
Estates	148	148	0	1,645	1,645	0
<b>Original unallocated directorate target</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>650</b>	<b>0</b>	<b>-650</b>
Trustwide - central mitigations	0	422	422	0	1,017	1,017
<b>TOTAL LPT DELIVERY:</b>	<b>6,802</b>	<b>6,802</b>	<b>0</b>	<b>20,415</b>	<b>20,415</b>	<b>0</b>

The release of balance sheet flexibility of £422k is offsetting any directorate CIP underperformance at the end of M5.

In the year end forecast, directorates are expecting to deliver all but £367k of their targets and it is anticipated that this will be covered by the balance sheet gains.

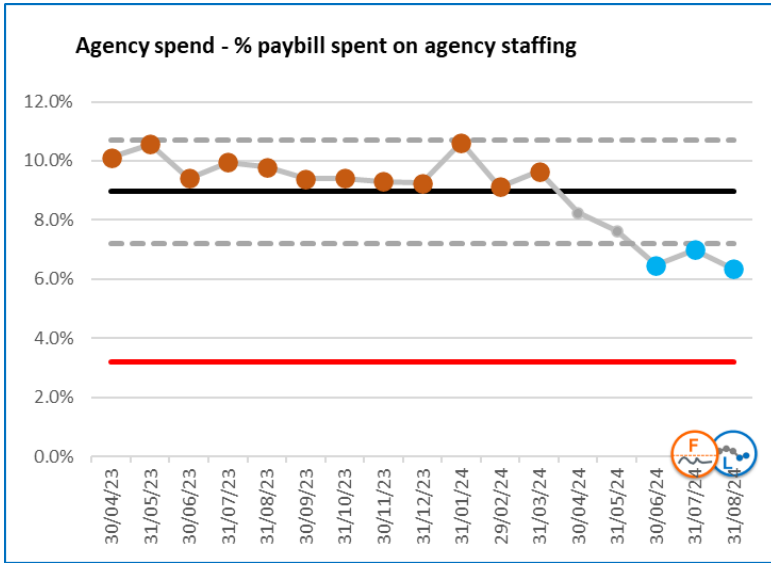
There is a residual £650k unidentified CIP target held in central reserves. Additional savings against this unallocated element, sufficient to deliver the total CIP target, are provisionally expected to be identified in the forecast outturn. However, this remains a risk.

### CIP plan risk and actual / forecast performance





**APPENDIX C – Agency spend: Workforce SPC charts**



The LPT M5 YTD agency spend of £9.9m is below the YTD planned spend of £12.1m. The August in-month cost was £1.78m compared to £1.96m spent in July.

The year end forecast spend is currently £21.7m v planned spend of £24.9m

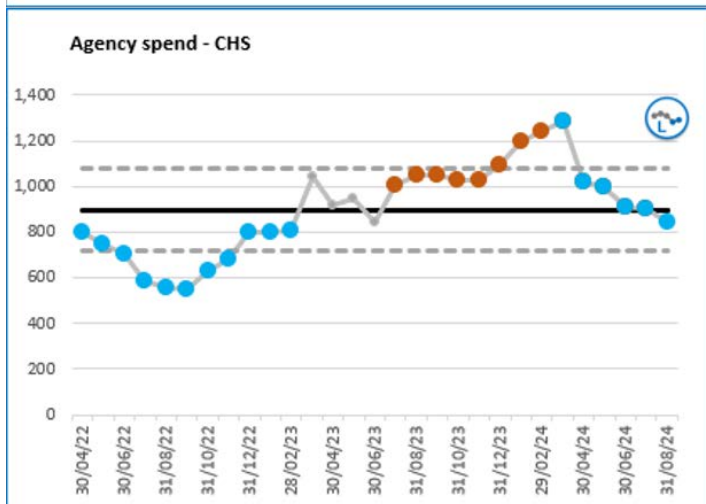
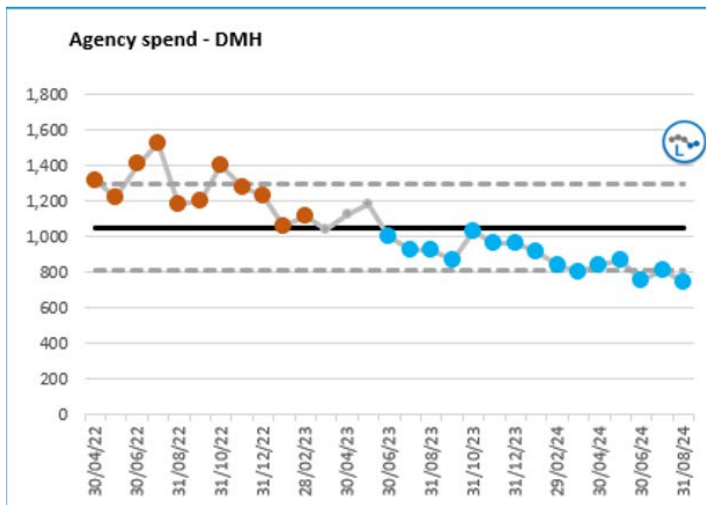
**SPC charts**

The SPC charts reflect special cause variations of an improving nature (blue dots) or a concerning or worsening nature (red dots). Grey dots indicate a common cause variation with no significant change.

**LLR ICS Agency spend cap**

The LLR system has been set a 24/25 agency spend cap of £48.9m. The combined system agency planned spend for the year is £37.0m – well within the cap. At M4 (the latest system information available) system performance was £12.9m actual spend against £15.3m planned spend – a YTD underspend of £2.4m. The system forecast spend for the year (at M4) was £34.1m which would be a £2.9m underspend against plan and a £14.9m underspend against the cap.

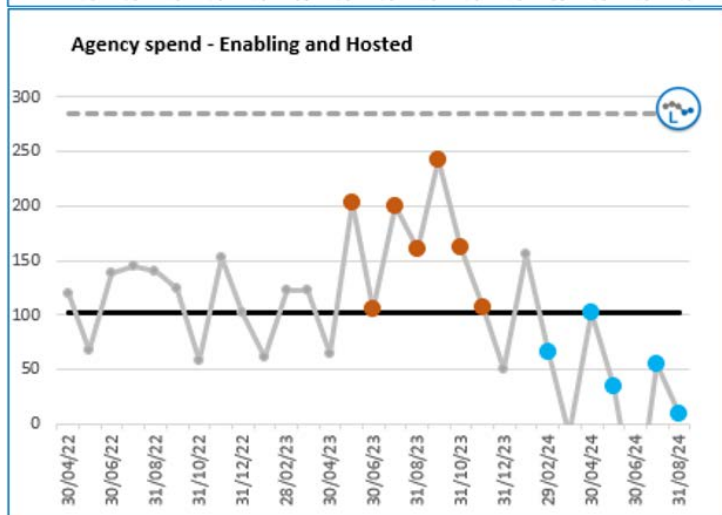
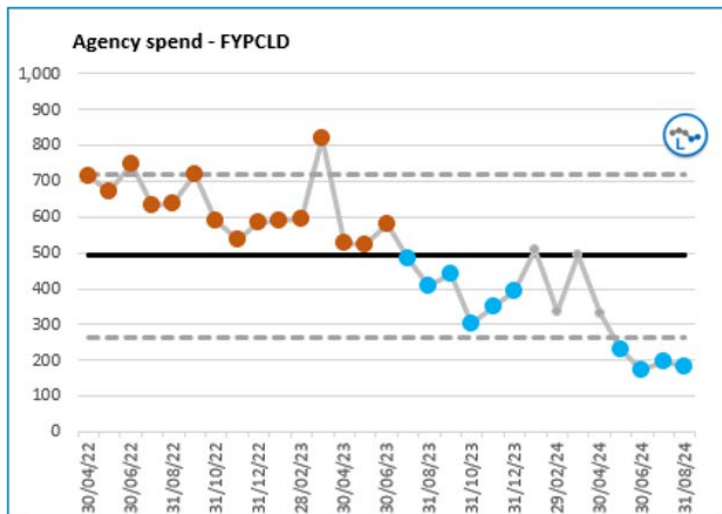
**Directorate agency spend:**



CHS position reflects additional 52 beds)

(Note:

Directorate agency spend (continued):



## APPENDIX D – BPPC performance

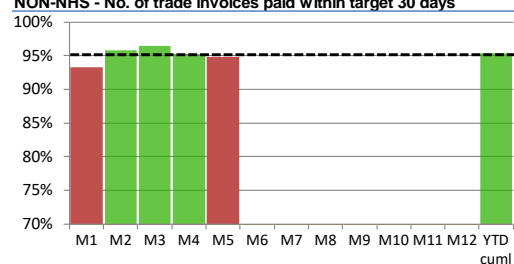
The specific BPPC target is to pay 95% of invoices within 30 days. The Trust achieved all four cumulative targets, however two of the in month targets relating to the number of NHS and Non-NHS invoices paid within 30 days were not compliant.

Better Payment Practice Code	August (Cumulative)		July (Cumulative)	
	Number	£000's	Number	£000's
Total Non-NHS trade invoices paid in the year	15,681	49,110	12,806	37,846
Total Non-NHS trade invoices paid within target	14,947	47,573	12,221	36,406
<b>% of Non-NHS trade invoices paid within target</b>	<b>95.32%</b>	<b>96.87%</b>	<b>95.43%</b>	<b>96.20%</b>
Total NHS trade invoices paid in the year	388	29,395	290	22,267
Total NHS trade invoices paid within target	369	29,176	276	22,169
<b>% of NHS trade invoices paid within target</b>	<b>95.10%</b>	<b>99.25%</b>	<b>95.17%</b>	<b>99.56%</b>
Grand total trade invoices paid in the year	16,069	78,505	13,096	60,113
Grand total trade invoices paid within target	15,316	76,749	12,497	58,575
<b>% of total trade invoices paid within target</b>	<b>95.31%</b>	<b>97.76%</b>	<b>95.43%</b>	<b>97.44%</b>

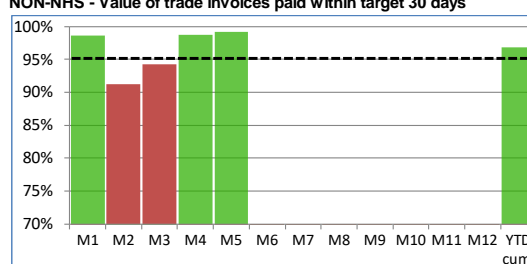
BPPC performance has deteriorated this month within the Estates & Facilities Team. 95 invoices were paid outside of the 30 day target period. The main reason is due to purchase order values not covering invoice values, resulting in payment delays whilst the orders are being rectified. Work is ongoing to address the issues as this could impact on the Trust's overall BPPC target achievement in future months.

### Trust performance – run-rate by all months and cumulative year-to-date

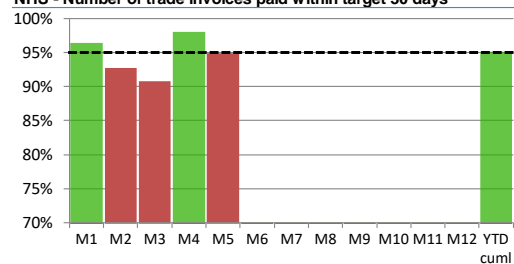
NON-NHS - No. of trade invoices paid within target 30 days



NON-NHS - Value of trade invoices paid within target 30 days



NHS - Number of trade invoices paid within target 30 days



NHS - Value of trade invoices paid within target 30 days



## APPENDIX E - Capital Programme 2024/25 update

Trust Board approved a capital plan of £19.2m at the start of the year, comprising of £12.3m operational capital and £6.9m property lease investment. Due to system capital allocation constraints, a significant number of schemes were not approved and will be considered when capital resource becomes available.

Capital expenditure for the first five months of the year totals £3.48m. This is below planned levels, mainly due to property leases not yet commencing (including contractual uplifts for RPI).

	Annual Approved Plan	System Penalty	Annual Revised Plan	August Actual	Year End Forecast	Revision to Plan
	£'000	£'000	£'000	£'000	£'000	£'000
<b>Sources of Funds</b>						
Depreciation	12,658	0	12,658	3,562	12,658	0
Cash reserves	3,471	(900)	2,571	0	2,571	0
Capital borrowings repayments	(4,266)	0	(4,266)	(82)	(4,266)	0
IFRS-16 new leases	6,925	0	6,925	0	6,925	0
<b>System capital (CDEL)</b>	<b>18,788</b>	<b>(900)</b>	<b>17,888</b>	<b>3,480</b>	<b>17,888</b>	<b>0</b>
PFI capital lifecycle costs	264	0	264	0	264	0
Disposals - property leases	154	0	154	0	154	0
PDC award - MH EUC to support Bennion	0	0	0	0	281	281
PDC award - to support Belvoir (fees)	0	0	0	0	54	54
<b>Total Capital funds</b>	<b>19,206</b>	<b>(900)</b>	<b>18,306</b>	<b>3,480</b>	<b>18,641</b>	<b>335</b>
<b>Application of Funds</b>						
<b>Estates</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Strategic schemes	(5,338)	900	(4,438)	(1,050)	(4,298)	140
Capital staffing	(590)	0	(590)	(220)	(490)	100
Estates backlog programme	(2,092)	0	(2,092)	(392)	(1,996)	96
Estates rolling programme	(1,240)	0	(1,240)	(287)	(1,245)	(5)
Medical devices	(400)	0	(400)	0	(250)	150
Directorate bids (c/f & new)	(1,797)	0	(1,797)	(1,095)	(2,922)	(1,125)
	<b>(11,457)</b>	<b>900</b>	<b>(10,557)</b>	<b>(3,044)</b>	<b>(11,201)</b>	<b>(644)</b>
<b>IM&amp;T</b>						
IM&T Rolling Programme	(1,195)	0	(1,195)	(436)	(1,195)	0
	<b>(1,195)</b>	<b>0</b>	<b>(1,195)</b>	<b>(436)</b>	<b>(1,195)</b>	<b>0</b>
<b>IFRS16 - Right of Use Leases</b>	<b>(6,925)</b>	<b>0</b>	<b>(6,925)</b>	<b>0</b>	<b>(6,925)</b>	<b>0</b>
<b>Slippage</b>	<b>371</b>	<b>0</b>	<b>371</b>	<b>0</b>	<b>680</b>	<b>309</b>
<b>Total Capital Expenditure</b>	<b>(19,206)</b>	<b>900</b>	<b>(18,306)</b>	<b>(3,480)</b>	<b>(18,641)</b>	<b>(335)</b>
<b>(Over)/underspend</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Operational Capital Total - excluding IFRS16 leases</b>	<b>(12,281)</b>	<b>900</b>	<b>(11,381)</b>	<b>(3,480)</b>	<b>(11,716)</b>	<b>(335)</b>

## Changes to the opening capital plan and in-year adjustments

The Trust was penalised due to the LLR System's 2024/25 planned revenue performance being higher than NHS England requirements. The impact for the Trust was a £0.9m (7.5%) reduction on our system operational capital allocation (excluding IFRS16 property leases).

In addition to the £0.9m penalty, a number of urgent capital requirements have emerged since the start of the year. To accommodate the impact these have had on the programme, the Capital Management Group (CMG) reprioritised a number of schemes during month 4, resulting in the reprofiling of costs into 2025/26. CMG members, including clinical representatives, made directorates aware of these adjustments which are presented below:

Capital Scheme changes	M4	
	£000	
<b>Opening slippage factor (to find)</b>	<b>(371)</b>	
<b>New requests received</b>		
System I&E deficit - LPT share	(900)	
IT equipment (revenue to capital)	(350)	
Belvoir doors	(474)	} (1,171)
Belvoir pin-point	(40)	
Belvoir tribunal room	(156)	
Belvoir refurbishment	(501)	
Emergency pipe work at Hinckley	(275)	
Hinckley Hub drainage implications on design	(200)	
Audiology soundproof clinics b/fwd	(384)	
IT equipment not delivered by 31.03.24	(100)	
	<b>(3,380)</b>	
<b>Mitigations</b>		
Various low value scheme virements from Estates meetings	56	
Acacia slippage - 100%	1,140	
VAT reclaim release	700	
P21050 - taps and sinks reduction	50	
Dorms risk pot under-utilised	100	
Estates staffing saving	100	
Pause Winstanley to 25/26	200	
Drainage	100	
IT equipment, agreed by CE	100	
Medical devices, agreed by HW	150	
Ligatures	40	
	<b>2,736</b>	
<b>New income received - Bennion PDC</b>	<b>281</b>	
<b>Current under/(over) commitment</b>	<b>(734)</b>	

The above changes were presented to FPC and SEB last month for initial endorsement and to approve the placing of contracts. **Final approval is now sought from the Trust Board.**

After factoring in these changes, the capital programme will now be running with an over-commitment of £0.7m. We are still waiting for confirmation from NHSE of a £0.6m Adult Care Transformation & Innovation Fund (ACTIF) bid, which if successful will help support the Belvoir improvement works and reduce the capital shortfall down to £0.1m. NHSE awarded £54k of the £0.6m this month for the fees element of the Belvoir bid, leaving £0.546m still to be confirmed.

### **10-year capital plan**

NHS England is working to produce a nationally agreed set of infrastructure priorities, informed, and shaped by local needs and requirements. To support this exercise, the Trust has submitted its 10-year plan.

Required capital investment up to 2033/34 amounts to c£540m for the Trust. This includes £300m for the Glenfield site development (over 3 phases), £110m for Estates backlog, and £56m for IM&T investment. The forecast template will need to be updated when new information materialises. The 10 year plan is being used as a start point for the 5 year detailed plan, which is currently being developed across the LLR system and in LPT.

## Appendix F - SoFP, cash and working capital

PERIOD: August 2024	2023/24 31/03/24 Draft	2024/25 31/08/24 August
	£'000's	£'000's
<b>NON CURRENT ASSETS</b>		
Property, Plant and Equipment	140,493	140,600
Intangible assets	5,299	4,745
IFRS16 - Right of use (ROU) assets	17,235	15,708
Trade and other receivables	918	918
<b>Total Non Current Assets</b>	<b>163,945</b>	<b>161,971</b>
<b>CURRENT ASSETS</b>		
Inventories	510	501
Trade and other receivables	10,666	13,037
Short term investments	0	0
Cash and Cash Equivalents	28,106	26,157
<b>Total Current Assets</b>	<b>39,282</b>	<b>39,695</b>
<b>Non current assets held for sale</b>	<b>0</b>	<b>0</b>
<b>TOTAL ASSETS</b>	<b>203,227</b>	<b>201,666</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	(31,849)	(33,540)
Borrowings	(459)	(459)
Borrowings - IFRS16 ROU assets	(3,009)	(3,009)
Capital Investment Loan - Current	(184)	(102)
Provisions	(5,229)	(5,022)
Other liabilities	(7,525)	(7,198)
<b>Total Current Liabilities</b>	<b>(48,255)</b>	<b>(49,330)</b>
<b>NET CURRENT ASSETS (LIABILITIES)</b>	<b>(8,973)</b>	<b>(9,635)</b>
<b>NON CURRENT LIABILITIES</b>		
Borrowings	(11,601)	(11,601)
Borrowings - IFRS16 ROU assets	(24,393)	(22,919)
Capital Investment Loan - Non Current	(2,694)	(2,694)
Provisions	(899)	(899)
<b>Total Non Current Liabilities</b>	<b>(39,587)</b>	<b>(38,113)</b>
<b>TOTAL ASSETS EMPLOYED</b>	<b>115,385</b>	<b>114,223</b>
<b>TAXPAYERS' EQUITY</b>		
Public Dividend Capital	106,744	106,744
Retained Earnings	(11,500)	(12,662)
Revaluation reserve	20,141	20,141
Other reserves	0	0
<b>TOTAL TAXPAYERS EQUITY</b>	<b>115,385</b>	<b>114,223</b>

### Non-current assets

Property, plant, and equipment (PPE) amounts to £141m, and includes capital additions of £3.48m, offset by depreciation charges.

Right of Use (ROU) leased assets account for £16m of total non-current assets. These have reduced since the start of the year due to monthly depreciation charges. New leases, lease renewals and rent increases will impact in future months.

### Current assets

Current assets of £39.7m mainly includes cash of £26.2m, and receivables of £13m.

### Current Liabilities

Current liabilities amount to £49.3m with trade and other payables making up £33.5m of this balance.

Other liabilities of £7.2m relate to deferred income, of which the majority relates to provider collaborative income from previous years' carry forward, to support future service delivery.

Net current assets / (liabilities) show net liabilities of 9.6m.

### Taxpayers' Equity

August's deficit of £1.2m is reflected within retained earnings.

There have been no other movements to taxpayers' equity since the start of the financial year.

## Cash

The closing cash balance at the end of August was £26.2m, a decrease of £1.9m since the start of the financial year. Interest earned for the month was £136k and forecast annual interest is £1.7m (2023/24: £2m). The forecast closing cash balance as at the 31st of March 2025 is £23.9m (2023/24: £28.1m). The in-year cash reduction mainly relates to the £2.6m cash contribution to support this year's capital programme, and other working capital movements.

## Receivables

Current receivables (debtors) total £13m, an increase of £2.4m since the start of the year. Income accruals account for this increase; however this balance should reduce once invoices are raised for services provided.

Receivables	Current Month Aug 2024					
	NHS	Non NHS	Emp's	Total	% Total	% Sales Ledger
	£'000	£'000	£'000	£'000		
<b>Sales Ledger</b>						
30 days or less	953	874	8	1,835	13.15%	43.5%
31 - 60 days	355	270	3	628	4.50%	14.9%
61 - 90 days	664	48	7	719	5.15%	17.0%
Over 90 days	509	282	249	1,040	7.45%	24.6%
	2,481	1,474	267	4,222	30.25%	100.0%
<b>Non sales ledger</b>	2,082	6,733	0	8,815	63.17%	
<b>Total receivables current</b>	<b>4,563</b>	<b>8,207</b>	<b>267</b>	<b>13,037</b>	<b>93.42%</b>	
<b>Total receivables non current</b>		918		918	6.58%	
<b>Total</b>	<b>4,563</b>	<b>9,125</b>	<b>267</b>	<b>13,955</b>	<b>100.00%</b>	<b>0.0%</b>

Debt greater than 90 days stands at £1m. Receivables over 90 days should not account for more than 5% of the overall total receivables balance. The proportion at Month 5 is 7.5% (last month: 7.7%). Aged debt has reduced since last month following the payment of an old UHL invoice for £181k. The largest debt continues to relate to a 2023/24 pharmacy recharge to LLR ICB for £0.44m. Despite a number of debt chasing attempts and additional supporting data being sent to the ICB, the invoice remains outstanding. Debt chasing procedures will be escalated to senior management if payment is not received in September.

The bad debt provision is £0.39m and covers all Non-NHS debt greater than 12 months old. £26k of aged debt relating to ex-employee debt has been written off since the start of the year, and £11k during the month.

## Payables

The current payables position in Month 5 is £33.5m – an increase of £1.7m since the start of the year.



Other liabilities of £7.2m relate to deferred income – for income received for future periods. It includes income from the provider collaborative for service delivery in future periods.

### **Borrowings**

Current and non-current borrowings total £41m. PFI, property leases and the capital investment loan make up this balance, which reduces each month when invoices relating to loan repayments, the Agnes Unit PFI unitary payment and property lease rentals are paid.

## Appendix G – Investment income and expenditure position

### Summary of Mental Health Commissioning Plan Financial Position at 31st August

	£'000	
	YTD	Annual
Planned Expenditure	6,844	17,414
Actual /Forecast Expenditure	5,919	16,798
<b>Net Slippage</b>	<b>926</b>	<b>616</b>

### PLAN PROFILE BY FUNDING SOURCE & DIRECTORATE

Source of Income	£'000	
	YTD	Annual
<b>Mental Health Investment Standard (MHIS)</b>		
DMH	2,139	5,133
FYPC	344	825
<b>Total MHIS</b>	<b>2,483</b>	<b>5,959</b>
<b>Service Development Funds (SDF)</b>		
DMH	1,506	4,382
FYPC	2,856	7,074
<b>Total SDF</b>	<b>4,362</b>	<b>11,455</b>
<b>Total LPT Investment Income</b>	<b>6,844</b>	<b>17,414</b>

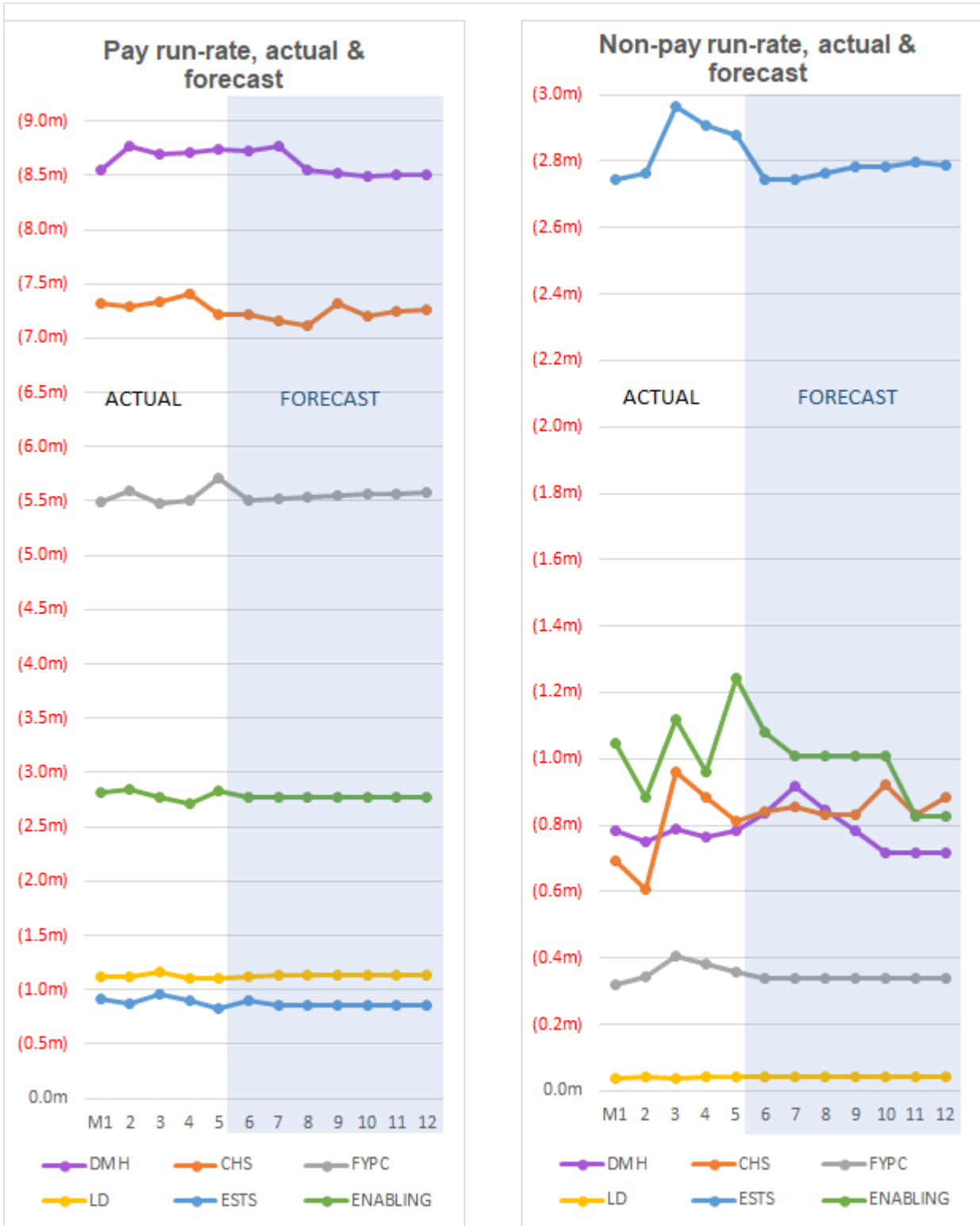
### EXPENDITURE BY DIRECTORATE

Directorate	£'000	
	YTD	Forecast
DMH	2,719	8,899
FYPC	3,200	7,899
<b>Total Expenditure</b>	<b>5,919</b>	<b>16,798</b>

## Appendix H – FOT revenue risks, pressures and mitigations

Risk Scenarios - as at month 5 2024/25	Annual risk scenarios		
	BEST CASE	LIKELY CASE	WORST CASE
Description	£000	£000	£000
<b>23/24 budget break-even assumption</b>	0	0	0
<b>Operational positions</b>			
Mental Health Directorate	(163)	(619)	(1,549)
Community Health Services	250	0	(750)
Families, Young People and Childrens Services	(250)	(500)	(750)
Learning Disabilities	250	150	0
Hosted Services	0	0	0
Estates	(784)	(984)	(1,645)
Enabling Services	0	(297)	(500)
<b>Operational Services - sub-total:</b>	<b>(697)</b>	<b>(2,250)</b>	<b>(5,194)</b>
<b>Trustwide/Corporate risks &amp; pressures - reported in Reserves</b>			
Re-band HCA band 2 to 3	(1,900)	(2,080)	(6,680)
Shortfall against non-recurrent income target (was £2m plan improvement measure)	0	0	(1,000)
Original CIP target not allocated	(650)	(650)	(650)
Pay award funding shortfall	0	0	(4,000)
<b>SUB-TOTAL:</b>	<b>(3,247)</b>	<b>(4,980)</b>	<b>(17,524)</b>
<b>MITIGATIONS IDENTIFIED</b>	<b>BEST</b>	<b>LIKELY</b>	<b>WORST</b>
Element of non-pay inflation reserve not required	1,000	875	0
Unallocated overhead reserves	960	960	960
Interest receivable above plan	250	100	70
Further net gains (e.g balance sheet) above plan improvement measure expectations	1,037	795	0
<b>SUB-TOTAL:</b>	<b>0</b>	<b>(2,250)</b>	<b>(16,494)</b>
<b>FURTHER MITIGATIONS TBC</b>	<b>BEST</b>	<b>LIKELY</b>	<b>WORST</b>
Offset pessimism bias in H1 directorate forecasts (initial estimate - based on historical trends)	0	0	1,500
Additional directorate recovery measures to achieve b/e, including 'difficult decisions'	0	2,250	3,000
<b>NET MITIGATED RISK ASSUMPTION:</b>	<b>0</b>	<b>0</b>	<b>(11,994)</b>

**Appendix I – Expenditure run-rates, forecast and actual**





## Trust Board 24/09/2024

### Month 5 Trust finance report

#### Purpose of the Report

- To provide an update on the Trust financial position.

#### Proposal

- The Trust Board is recommended to review the summary financial position and accept the reported year to date financial performance.

**Decision required:** N/A

#### Governance table

<b>For Board and Board Committees:</b>	Trust Board	
	Sharon Murphy, Director of Finance & Performance	
<b>Paper sponsored by:</b>	Chris Poyser, Head of Corporate Finance Jackie Moore, Financial Controller	
<b>Paper authored by:</b>	12/09/2024	
<b>Date submitted:</b>	Regular report issued to Accountability Framework Meeting, Executive Management Board, Finance & Performance Committee and Trust Board meeting.	
<b>State which Board Committee or other forum within the Trust’s governance structure, if any, have previously considered the report/this issue and the date of the relevant meeting(s):</b>		
<b>If considered elsewhere, state the level of assurance gained by the Board Committee or other forum i.e., assured/ partially assured / not assured:</b>		
<b>State whether this is a ‘one off’ report or, if not, when an update report will be provided for the purposes of corporate Agenda planning</b>	Monthly update reports	
<b>LPT strategic alignment:</b>	Great Health Outcomes	
	Great Care	
	Great Place to Work	
	Part of the Community	
<b>CRR/BAF considerations:</b>	List risk number and title of risk	BAF risk 3: Inadequate control, reporting and management of the Trust’s 2024/25 <b>financial position</b> could mean we are unable to deliver our financial plan and adequately contribute to the LLR system plan, resulting in

		a breach of LPT's statutory duties and financial strategy (including LLR strategy).
Is the decision required consistent with LPT's risk appetite:	N/A	
False and misleading information (FOMI) considerations:	N/A	
Positive confirmation that the content does not risk the safety of patients or the public	It does not	
Equality considerations:	N/A	