



Report of the Chief Financial Officer

Finance Report – June 2013
(Month 3)

Date of meeting 22nd July 2013



Contents

	Page
Executive Summary	3
Income & Expenditure Account	4
Financial Risk	5
Risks	6
Activity Performance Summary	7
Performance against SLA and Income Targets	8
Acute Performance against PCT Activity and Income Trends	9
Community Performance against PCT Activity and Income Trends	10
Performance against PCT Activity and Income Targets	11
Expenditure by Directorate	12
Expenditure Commentary	13
Expenditure Exception Report	14 - 22
Expenditure Budget Performance - Pay	23- 24
CIP Monitoring – All Trust Schemes	25- 27
Reserves	28
Capital Expenditure	29 - 30
Statement of Financial Position	31
Trade Receivables	32 - 33
Trade, Other Payables and Borrowings	34
Statements of Cash Flows/ Cash Position against Plan	35
Charitable Funds	36

Executive Summary

- The Trusts Income and Expenditure position as at Month 3 is a surplus of £1,273k which is £111k above the month 3 plan. The detail can be found on page 4.
 - The Trust's operating position (Earnings before interest, taxation, depreciation and amortisation – EBITDA) is favourable to plan by £113k.
 - Total income at month 3 is £94,887k which is above plan by £869k. This builds in a contingency of £753k in respect of emergency readmissions and non elective threshold adjustments. Contract patient care income for month 3 is under performing by (£141k), details can be found on pages 7 – 11. This includes a deduction for emergency threshold at a revised rate yet to be formally agreed by the commissioners
 - Directorate expenditure is adverse to plan by (£172k) and is analysed as follows:
 - Pay - (£698k)
 - Non Pay – £542k
 - Drugs – (£16k)
- Further details on expenditure and performance against budget are provided on pages 12 to 24. An analysis of Reserves is provided at page 28.
- The Trust CIP target for 2013/14 is £21,283k. At month 3 £4,373k has been withdrawn from budgets, which represents 21% of the total. However £603k of this has been achieved non recurrently. Pages 25 to 27 detail the CIP schemes.
 - Phased Plan varies to the TDA original Plan as internally the Trust has revised the position following final contract agreement in May 2013 and furthermore, the Annual Plan has been updated for other developments and agreed recharges, for example, drugs ,(National Cancer Fund), and devices.

- At the end of June capital spend was 80% of the planned Capital Programme position, with spend of £2,375k against plan of £2,954k. Performance including PFI Additions was 60% of plan, as the second MRI, £1,000k, was originally phased to be received in the first quarter and with negotiation of the improved equipment specification, has been rescheduled for receipt in September 2013. Full year Capital Programme Plan spend is £18,676k, excluding PFI/leases and the Capital Resource Limit (CRL) is expected to be agreed at TDA Plan level of £20,354k, including PFI (Radiology) £2,478k and (£800k) adjustment for the assumed sale of Old Eye Infirmary. Detail can be found on pages 29 and 30 and also, within the Head of Estates Development Capital Programme Board Report.
- The closing cash balance of £24,813k is slightly (£374k) below plan of £25,187k. The Trust has a lower level of debt than planned, but this is offset by higher than planned capital cash spend. The Statement of Financial Position, working capital, cash flow, and details of the trade receivables and payables are shown on pages 31 to 35.
- Charitable Fund balances are circa £3,900k for quarter end June 2013, page 36 gives details. The Charity accounts are due for audit and presentation to the Charity Committee on 29th August 2013 and Audit Committee on 5th September 2013.
- Compliance Framework Performance against Financial Risk Ratings is shown at Page 5. The criteria used is taken from the Monitor Compliance Framework document and also, the TDA performance monitoring requirements. The current risk rating is 3.5. out of a possible 5.

Performance against Financial Targets	Target	Performance	RAG
I & E Target Month 3	£1,161k	£1,273k	Green
CIP Target Month 3	£6,766k	£4,373k	Red
CIP Full Year Forecast	£21,283k	£15,433k	Green
CRL (Year end forecast, includes PFI related additions)	£20,354k	£20,354k	Green
EFL (Year end forecast)	(£5,366k)	(£5,366k)	Green
Capital Cost Absorption Rate (Year end)	3.50%	3.50%	Green

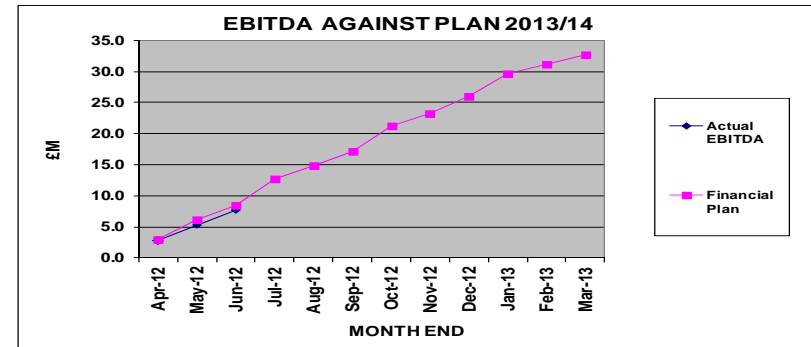
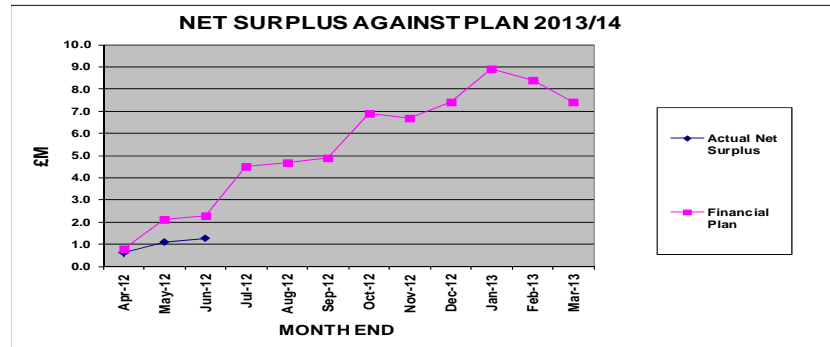
Income & Expenditure Account

Current Month Plan	Current Month Actual	Current Month Variance		Original Plan	Annual Budget	Plan to Date	Actual to Date	Variance to Date
£'000	£'000	£'000		£'000	£'000	£'000	£'000	£'000
			Income					
27,233	27,683	449	Patient Activity Income	336,926	348,922	85,617	85,476	(142)
(251)	0	251	Patient Activity Contingency **	0	(3,010)	(753)	0	753
89	87	(1)	Other Patient Care Income	7,824	1,064	266	301	35
1,166	1,158	(8)	Education, Training & Research Income	10,344	12,908	3,518	3,512	(6)
1	1	0	Non Patient Care Other Income	0	130	130	130	0
90	28	(62)	Private Patient Income	1,086	1,111	271	252	(19)
1,797	1,966	169	Income on Directorate Budgets	16,900	17,810	4,967	5,215	248
30,126	30,923	797	Total Income	373,080	378,935	94,018	94,887	869
			Expenditure					
(20,158)	(20,286)	(128)	Directorate Expenditure Budgets - Pay	(231,438)	(235,717)	(59,624)	(60,322)	(698)
(6,466)	(5,895)	570	Directorate Expenditure Budgets - Non Pay	(78,266)	(77,973)	(20,002)	(19,460)	542
(2,409)	(2,342)	67	Directorate Expenditure Budgets - Drugs	(27,930)	(28,156)	(7,374)	(7,390)	(16)
143	0	(143)	Activity Changes/Service Dev./Cost Pressures Reserves	(18,505)	(15,503)	(1,477)	0	1,477
(467)	0	467	Inflation and Contingency Reserves	(5,572)	(5,244)	(1,051)	0	1,051
1,424	0	(1,424)	Cost Improvement Savings - Current Year	21,284	16,911	3,111	0	(3,111)
(27,933)	(28,523)	(590)	Total Expenditure	(340,427)	(345,681)	(86,417)	(87,173)	(756)
2,193	2,400	207	EBITDA Surplus/(Deficit)	32,653	33,254	7,601	7,714	113
0	110	110	Profit/(Loss) on Asset Disposals	0	0	0	110	110
(45)	(2)	43	Impairments of Fixed Assets	(539)	(539)	(135)	(2)	133
(1,400)	(1,500)	(100)	Depreciation	(15,000)	(15,601)	(3,900)	(4,151)	(251)
8	8	(0)	Interest Receivable	100	100	25	24	(1)
(133)	(130)	4	Interest Payable	(1,600)	(1,600)	(400)	(393)	7
(677)	(677)	0	PDC Dividends (Cost of Capital)	(8,120)	(8,120)	(2,030)	(2,030)	0
0	0	0	Unwinding of Discount	0				
(54)	210	264	Net Surplus/(Deficit)	7,494	7,494	1,161	1,273	111

** Reserve set at budget setting for reduced income due to tariff rules on emergency readmissions and non elective cap

Financial Risk

Financial Risk Rating						
Ratio KPIs	Annual Plan	Rating	Plan to Date	Actual to Date	Rating	Definitions
EBITDA Achieved	103.5 %	5	103.5 %	103.5 %	5	Based on prior year achievement
EBITDA Margin	8.8 %	3	8.0 %	8.1 %	3	=EBITDA/Total Income
Net Return on Financing	3.0 %	4	1.9 %	1.9 %	3	=(I&E Surplus less PDC dividend, Interest, PFI financing other finance lease costs)/divided by(total debt + balance sheetPFI & Finance leases+Taxpayers equity)
I & E Surplus Margin	2.1 %	4	1.4 %	1.2 %	3	=Net Surplus/(Deficit)/Total Income
Liquidity Ratio	33.0 Days	4	30.0 days	30.6 days	4	= prior year cash plus trade debtors less trade creditors plus working capital facility expressed as days of current year operating expenses
		3.9	Overall Rating		3.5	



Financial Risk Indicators (Note: Updated for Monitor Compliance Framework 2013/14)	Risk to RWT?	Action required
Unplanned decrease in EBITDA margin in two consecutive quarters	No	N/A
FRR 2 for any one quarter	No	N/A
Debtors > 90 days past due account for more than 5% of total debtor balances (not included in TDA indicators)	No	N/A
Two or more changes in Finance Director in a twelve month period	No	N/A
Quarter end cash balance < 10 days of operating expenses	No	N/A
Quarterly self-certification by trust that the financial risk rating (FRR) may be less than 3 in the next 12 months	No	N/A
Working capital facility (WCF) agreement includes default clause (not included in TDA indicators)	No	N/A
Creditors > 90 days past due account for more than 5% of total creditor balances (not included in TDA indicators)	No	N/A
Interim Finance Director in place over more than one quarter end	No	N/A
Capital expenditure > 115% of plan for the year to date	No	N/A
Capital expenditure < 85% of plan for the year to date	Yes	Spend slipped to September

Risks

The level of financial risk and mitigations have been assessed. The main risks relate to CIP and contractual issues for which actions are being taken to mitigate against.

Risk	Likelihood of risk	Potential consequence rating	Risk	Current Forecast Risk £000's	Risk after Mitigation £000's	Risk After Mitigation	Mitigating Action
Cost Improvement Programme	Likely	Major	B4	5,850	5,850	B4	1. The level of financial risk of £5.8m relates mainly to schemes being worked through. 2. Work is continuing in order to highlight further CIP schemes and this is being monitored through the Change Programme Board
Contract income issues- Penalties, Fines, CQUIN, Readmissions, Emergency Threshold	Possible	Moderate	C3	4,197	409	C1	1. The forecast risk is based on previous performance. 2. Systems and processes are in place to ensure timely action is taken to mitigate against the risk. 3. Discussions in relation to emergency threshold are on-going with Commissioners. 4. Reserves are held to mitigate against some of these risks

Risk Rating				
	Potential Consequence Rating			
Likelihood Rating	1. Insignificant	2. Minor	3. Moderate	4 Major
A - Almost Certain	Yellow	Yellow	Orange	Red
B - Likely	Yellow	Yellow	Orange	Red
C - Possible	Green	Yellow	Orange	Red
D - Unlikely	Green	Green	Yellow	Orange
E - Rare	Green	Green	Yellow	Orange

Overall Rating
Low
Medium
High

SLA and Income: Actual vs. Plan by Specialty

The patient activity income as at month 3 is showing a deficit of £141k , which is an improvement on the month 2 position by £358k. However over performance against non elective activity continues to have a negative impact on elective activity and also on the level of emergency threshold “loss” the Trust is experiencing.

Division	Speciality	Month 3 Variance £000	Month 3 Variance %	Month 2 Variance £000	Movement £000	
Division 1	Cardiothoracic/Cardiology	357	5	259	98	1
	Critical Care	(11)	(0)	108	(119)	2
	Drugs & Devices	(21)	(3)	20	(41)	
	General Surgery	(97)	(2)	(112)	15	
	GP Direct Access	206	13	134	72	3
	Gynaecology	(32)	(2)	(1)	(31)	
	Head and Neck	(104)	(5)	(134)	30	
	Obstetrics inc Scans	25	1	57	(32)	
	Ophthalmology	124	3	101	23	
	Other	(105)	(5)	(44)	(61)	
	Trauma & Orthopaedics	(577)	(10)	(537)	(40)	4
	Urology	(82)	(5)	(44)	(38)	
Total		(317)	(1)	(193)	(124)	
Division 2	Accident & Emergency	(85)	(3)	(69)	(16)	
	Clinical Haematology/Oncology	(95)	(3)	(82)	(13)	
	Cystic Fibrosis	12	9	2	10	
	Drugs & Devices	26	2	(13)	39	
	General Medicine	930	9	541	389	5
	GP Direct Access	(32)	(9)	(22)	(10)	
	Nephrology and Dialysis	(88)	(3)	27	(115)	6
	Other	(802)	(10)	(629)	(173)	7
	Paediatrics	88	4	82	6	
Total		(46)	(0)	(164)	118	
Other	Drugs & Devices	(0)	(0)	0	(0)	
	Other	6	1	4	2	
Total		6	0	4	2	
Patient Activity as per SLAM		(357)	(1)	(353)	(4)	
NET 2012-13 underperformance		581		420	161	8
Partially completed spells and other		(202)		(532)	330	9
Community Services		(163)		(34)	(129)	10
Patient Activity Income		(141)		(499)	358	

- Cardiac / Cardiology** – There has been an increase in cardiac non elective activity (+14 spells) in month against plan. Cardiology outpatients have also over performed in month (+£17k) .
- Critical Care**-There has been an adverse movement in variance against critical care bed days of £144k (171 bed days) , compared to month 2 .
- G.P Direct Access** – Direct access continues to over perform against the current contract plans. At month 3 the level of over performance is pathology £51k ; Radiology £53k and obstetric anomaly scans £43k.
- Trauma and Orthopaedics**-There continues to be an under performance against elective activity, -£663k (-142 spells), and Day cases, -£173k (87 spells) against the month 3 plan. This is offset by a non elective over performance of £235k, 33 spells.
- General Medicine**- The over performance against non elective activity of £745k , 354 spells is driving the general medicine over performance as at the end of June.
- Nephrology and dialysis** – Renal dialysis activity at satellite units is the main area of under performance, with only 77 patients currently against a plan of 100.
- Division 2 – Other** - The main movement of - £315k is due to the reduction in income relating to the impact of the emergency threshold reduction as a result of the non elective over performance against plan . This is offset by over performance of £480 k (141 spells) against non elective gastroenterology, and Geriatric medicine £116k (37) spells.
- Net 2012-13 over performance** – The net over performance has increased from last month , due to the identification of additional NCA income relating to 12-13.
- Partially Completed Spells and Other** - The loss against partially completed spells has improved from last month by £187k . This is an increase in occupied bed days of 974 , compared to May .
- Community Services** – the adverse movement against Community Services is mainly influenced by an underperformance against the Care of the Elderly (262 bed days) contract with Walsall CCG.

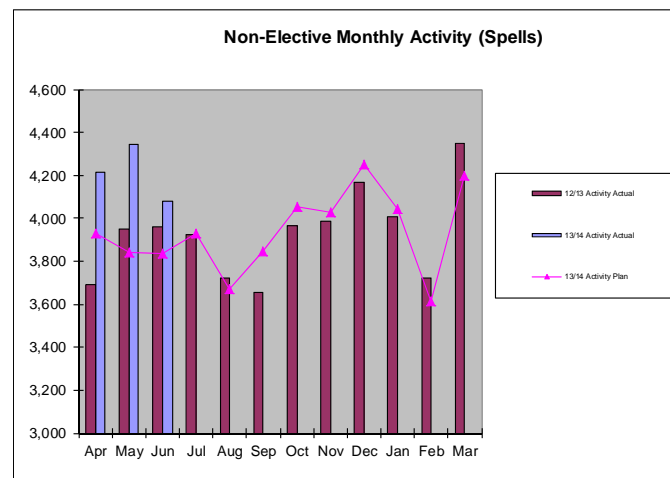
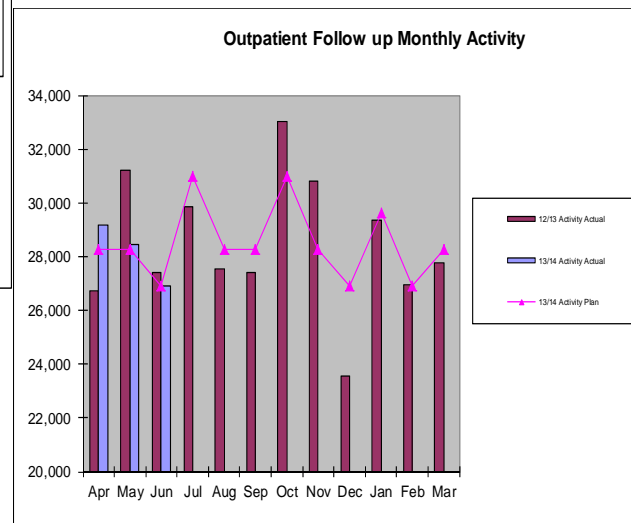
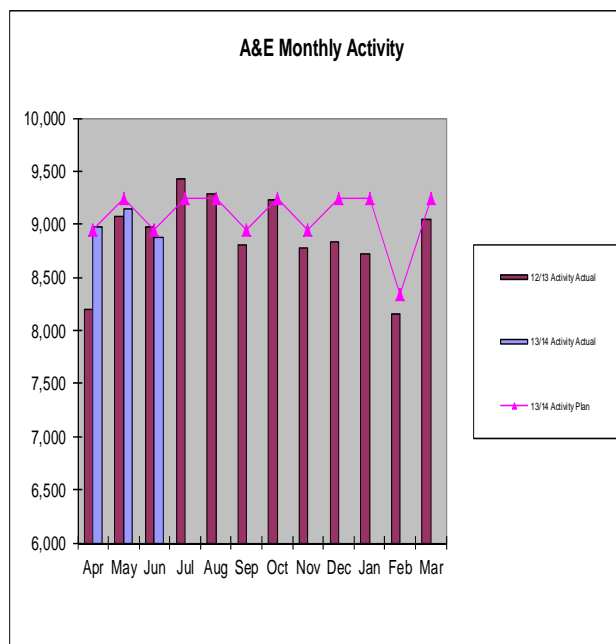
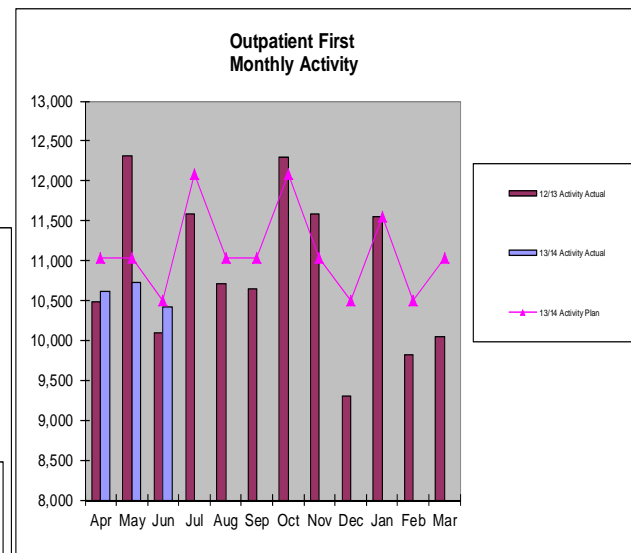
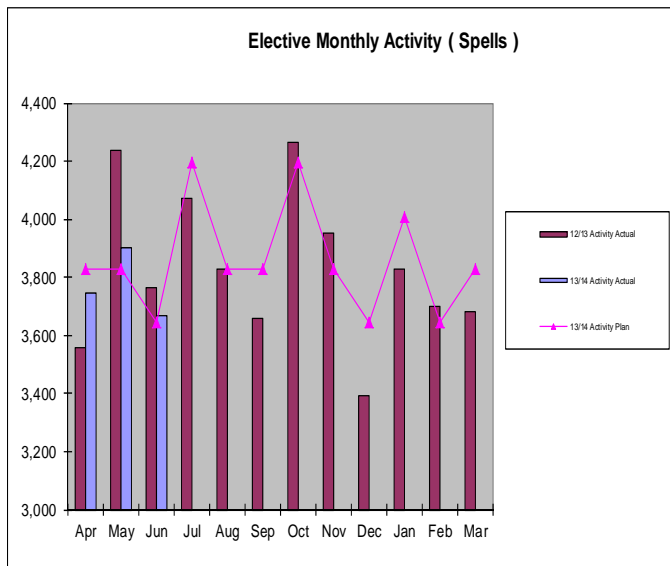
SLA and Income: Actual vs. Plan by POD*

Admission Type	Annual Plan	Variance To Date	% Variance	Annual Price Plan	Variance To Date £	% Variance
				£000	£000	%
Accident and Emergency	108,790	(137)	-0.13%	10,769	(17)	-0.16%
Critical Care	20,278	(424)	-2.09%	17,289	(198)	-1.15%
Elective	46,291	18	0.04%	57,810	(948)	-1.80%
Elective Excess Bed Days	3,053	(275)	-9.01%	717	(66)	-9.15%
Direct Access	535,904	17,350	3.24%	5,717	206	3.60%
Non-elective	47,130	1,056	2.24%	77,728	2,062	2.65%
Non-elective Excess Bed Days	17,702	226	1.28%	4,121	58	1.41%
Outpatient First	133,395	(811)	-0.61%	18,108	16	0.09%
Outpatient Follow Up	342,080	1,021	0.30%	26,141	101	0.39%
Outpatient Procedures	43,701	818	1.87%	7,045	181	2.57%
Renal	83,412	(1,449)	-1.74%	9,195	(133)	-1.45%
Fractions	37,064	(1,465)	-3.95%	6,993	(312)	-4.47%
Drugs/Devices	2,604	38	1.45%	20,390	(50)	-0.25%
Other	140,732	(1,844)	-1.31%	24,834	(1,257)	-5.06%
Grand Total	1,562,136	14,122	0.90%	286,856	(357)	-0.16%

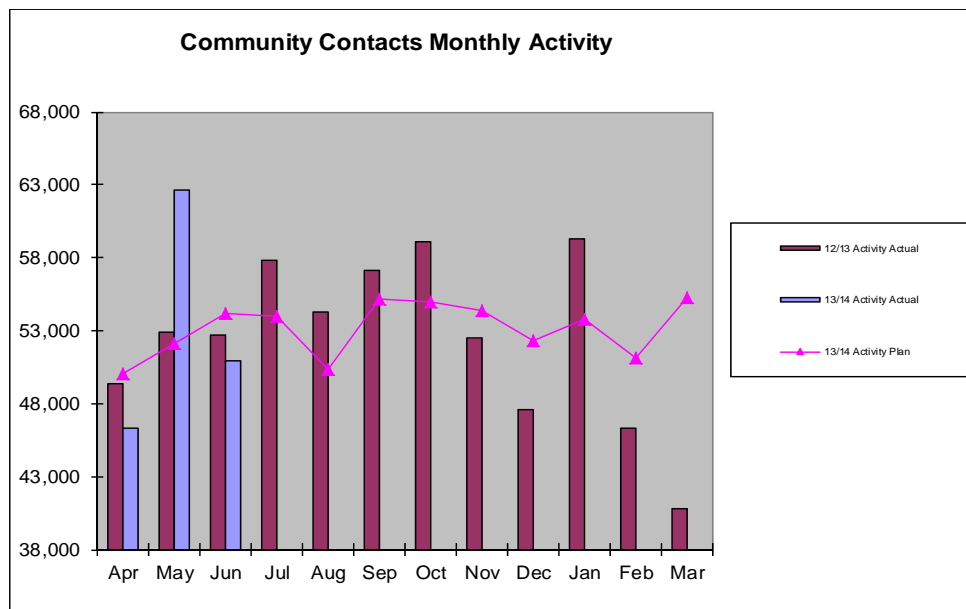
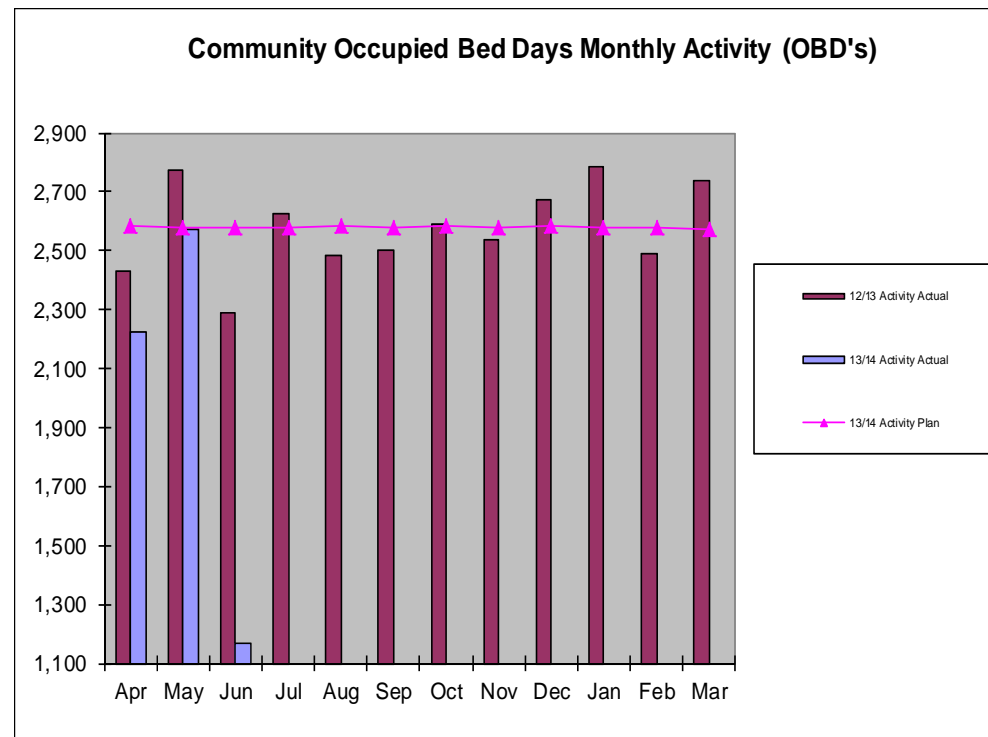
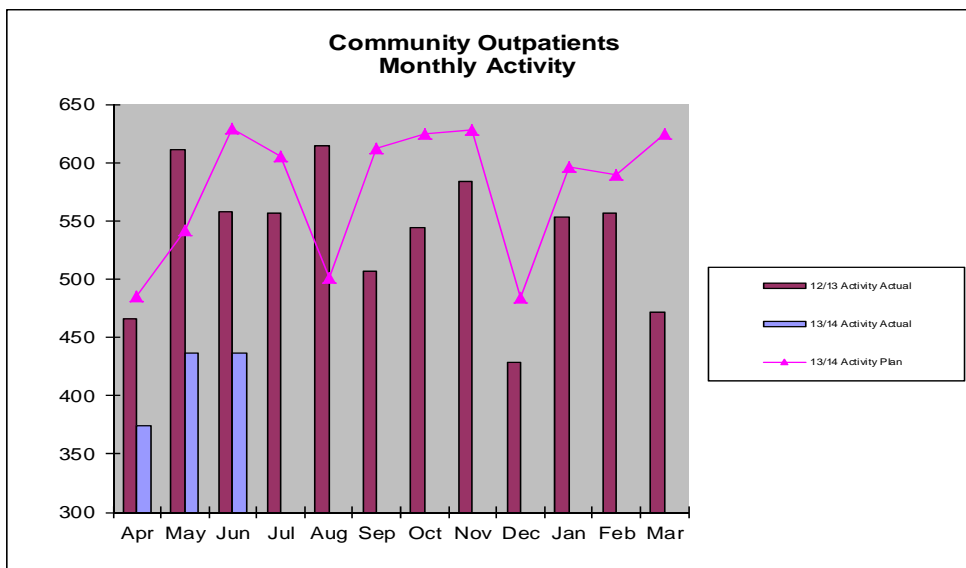
For information, Category 'Other' includes: Chemotherapy, Lucentis, Stepdown Beds and the Non Elective Threshold Adjustment.

*POD = Points of Delivery

Performance against PCT Activity and Income trends



Community Performance against PCT Activity and Income trends



SLA and Income: Actual versus Plan by PCT

The table shows the position in relation to Commissioner plans at the end of month 3. Commissioner contracts have outstanding CVO's which are currently included in Anticipated Income, these changes are within the Trusts plans. The revised purchaser analysis reflects the new commissioners for 13-14.

	SLA Annual Plan	Anticipated Income Annual Plan	Plan to Date	Anticipated Income Plan to Date	Actual to date	Variance to Plan	% Variance
Commissioner	£000		£000		£000	£000	
Wolves CCG	137,680	(555)	34,216	251	34,306	91	0.3%
South Staffs CCG's	33,307	(108)	8,155	49	8,229	74	0.9%
Walsall CCG	19,556	(7)	4,796	3	4,996	200	4.2%
Dudley CCG	7,564	(37)	1,854	17	1,687	(167)	-9.0%
Other CCG's	8,483	(101)	2,083	45	2,395	312	15.0%
CCG Acute Services Total	206,588	(808)	51,104	365	51,613	509	1.0%
Local Authorities	1,451		355		370	14	4.0%
Shared Care agreements	504		123		129	6	4.6%
Anticipated Income	(769)	769	404	(404)	0	(404)	-100.0%
NCA	1,712		421		515	93	22.1%
National Commissioning Board	3,018		540		540	0	0.0%
Specialised services	74,263	39	18,325	39	17,750	(575)	-3.1%
Sub Total	286,766	0	71,273	0	70,917	(357)	-0.5%
Community Services	50,846		12,725		12,561	-164	-1.29%
GRAND TOTAL	337,612	0	83,998	0	83,478	(521)	-0.6%

Expenditure by Directorate

Trust Wide Summary

£509k underspend in month, (£173k) overspend ytd

	Manpower WTEs This Month			VARIANCES Cumulative Against Budget											Patient income against budget Variance	
				Pay		Non Pay		Drugs		Total (pre CIP)		CIP	Total (incl CIP)			
	Budget	Actual	% var	£'000	%	£'000	%	£'000	%	£'000	%	£'000	£'000	%	£'000	%
Division 1	2,152	2,055	4.5%	(398)	(1.7%)	(104)	(1.3%)	113	6.4%	(389)	(1.2%)	(1,520)	(1,909)	(5.9%)	(317)	(0.85%)
Division 2	2,621	2,495	4.8%	(617)	(2.5%)	(63)	(1.5%)	(118)	(2.1%)	(798)	(2.3%)	(1,176)	(1,974)	(5.9%)	(46)	(0.05%)
Estates and Facilities	642	603	6.1%	172	4.0%	238	6.9%	(17)		393	5.1%	(488)	(95)	(1.3%)		
Chief Operating Officer	5	4	15.6%	(1)	(0.8%)	5	85.6%	0		4	2.8%	65	69	34.4%		
Total Operations Directorate	5,420	5,157	4.9%	(844)	(1.6%)	76	0.5%	(22)	(0.3%)	(790)	(1.0%)	(3,120)	(3,910)	(5.3%)	(363)	(0.90%)
Corporate Directorates & Other	757	732	3.3%	146	2.3%	466	10.8%	6	38.3%	617	6.4%	8	626	5.8%		
Total Directorate Expenditure	6,177	5,889	4.7%	(698)	(1.2%)	542	3.1%	(16)	(0.2%)	(173)	(0.1%)	(3,111)	(3,284)	(3.8%)		

Monthly Manpower Figures in WTEs:-	Budget	Actual
April	6,029	5,914
May	6,054	5,841
June	6,135	5,891
July		
August		
September		
October		
November		
December		
January		
February		
March		

Note: Wte's are now adjusted to reflect vacancy factor

Memorandum: Net Trading Position (Income and Cost only)				
	This Month		Last Month	
	Pre CIP	Post CIP	Pre CIP	Post CIP
	£'000	£'000	£'000	£'000
Division 1	(706)	(2,226)	(591)	(1,446)
Division 2	(844)	(2,020)	(802)	(1,870)
	(1,550)	(4,246)	(1,393)	(3,316)

Expenditure Commentary

Trust Wide Summary

£509k underspend in month, (£173k) overspend ytd

- The expenditure exception report on pages 14 to 23 provide details on the main areas of adverse movement. An exception is defined as an adverse monthly movement of £100k or more and/or 10%, but above a minimum of £20k.

Total Operations Expenditure

- The pay overspend includes overspends for Division 1 (£398k), Division 2 (£617k) and being slightly offset by an underspend in Estates & Facilities of £172k. Division 1 over spend relates primarily to Waiting List Initiatives in Cardiothoracic, Orthopaedics, and Ophthalmology. In addition Nurse Bank usage covering sickness and maternity leave and agency medical staff covering on call rotas. Division 2 overspend relates to the additional capacity wards and continued use of agency staff to backfill vacancies and long term sick and on the wards the use of nurse bank covering vacancies, maternity leave and sickness. Estates and Facilities underspend relates to vacant posts in Estates Management, Hotel Services and Medical Physics.
- On non pay, Division 1 is over spent by (£104k) this is caused mainly by double running costs experienced when moving into the New Pathology Building in month 1 (£86k), in addition to smaller overspends in other Directorates. The non pay position in Division 2 shows an over spend of (£63k), this is mainly due to increased spend on consumables Gastro. Estates & Facilities are under spent by £188k due to reduced spend within Hotel Services and Medical Physics.
- The drugs underspend relates to £113k in Division 1, partially offset by overspends in Division 2 (£118k) and (£17k) in Estates & Facilities.

Total Corporate and Trading accounts

- The pay under spend is due to vacancies across several directorates,
- The non-pay under spend mainly relates mainly to underspends in IT and other areas in Finance

Operations Divisions Expenditure

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	(660)	(844)	(184)	(1.59%)
Non pay	(103)	76	179	0.48%
Drugs	(86)	(22)	64	(0.30%)
Total	(850)	(790)	59	(1.04%)

Corporate and Trading Accounts Expenditure

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	90	146	56	2.28%
Non pay	74	466	391	10.82%
Drugs	3	6	3	38.29%
Total	167	617	450	0.71%

Total	(682)	(173)	509	(0.20%)
--------------	--------------	--------------	------------	----------------

Expenditure Exception Report

Total Operational Directorate £59k underspend in month, (£790k) overspend ytd

Division 1 £10k underspend in month, (£389k) overspend ytd

Of the (£389k) overspend the pay overspend (£398k) mainly relates to locum and agency costs for medical staff covering vacancies to ensure compliant rotas (£125k), Waiting List Initiatives (£263k). There are also overspends on nursing (£96k) due to bank staff covering sickness and maternity leave, being offset by vacancies elsewhere.

The non pay overspend position (£104k) relates to a number of areas where smaller overspends have occurred. The more significant areas (General Surgery and Head & Neck) are detailed later in this report, offset by a large underspend in Cardiology and smaller underspends in Orthopaedics and Pathology.

The Pay and Non Pay overspends are partially offset by an underspend on drugs (£80k).

General Surgery

Current Position

- At the start of the financial year, non pay budget was removed relating to procedures of limited clinical value and vascular work both of which were no longer being commissioned. Following this the non pay budgets have overspent.

Actions

- The Directorate are to review with the Division the expenditure levels following these changes, ensuring they are in line with plans and take corrective action as necessary.

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	(67)	(92)	(25)	(5.0%)
Non Pay	(25)	(54)	(29)	(14.8%)
Drugs	(18)	(22)	(3)	(25.5%)
Total	(110)	(168)	(58)	(7.4%)

Division 1

£10k underspend in month, (£389k) overspend ytd

Cardiology

Current Position

- Non Pay and Drugs were underspent in month due to the activity case mix. This brings the non pay back in line following a previous high month.

Actions

- No action required. Ongoing monitoring will continue.

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	(29)	(29)	0	(1.7%)
Non Pay	(100)	9	109	0.7%
Drugs	(4)	17	21	11.2%
Total	(133)	(3)	130	(0.1%)

Head & Neck

Current Position

- Non Pay shows an over spent position due to a number of reasons: £8k on Prosthetics used in Theatres, £8.5k due to increased Bone Anchored Hearing Aid usage and £6k in ENT outpatients due to a higher number of patients than planned being seen in month.

Actions

- The Division are reviewing the underlying expenditure trend in Head and Neck at a forthcoming Activity and Financial Performance meeting with the Directorate Management team.

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	(28)	(27)	1	(1.5%)
Non Pay	(32)	(61)	(29)	(19.7%)
Drugs	8	12	3	30.0%
Total	(52)	(76)	(24)	(3.6%)

Division 1

£10k underspend in month, (£389k) overspend ytd

▪ **Orthopaedics**

Current Position

- Pay is overspent in month due to Waiting List Initiative theatre sessions being undertaken to assist with meeting referral to treatment deadlines following a number of operations being cancelled due to capacity issues in previous months. (£48k).
- In addition, additional ward staffing has been required to maintain safe levels of care £22k.
- These were offset by underspends in other areas.

Actions

- The Division is meeting with the Directorate Management team to assess their plans for bringing activity back to plan and meet RTT targets whilst also ensuring budgets are controlled.

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	(74)	(135)	(61)	(7.8%)
Non Pay	34	65	30	6.8%
Drugs	8	6	(2)	9.6%
Total	(32)	(65)	(32)	(2.4%)

Division 2

(£160k) overspend in month, (£798k) overspend ytd

The in month pay position is an overspend of (£139k). The main area of overspend relates to staffing costs associated with ward B7 (£77k), A&E, Stroke, Oncology, Rehabilitation and the additional capacity wards use of agency for medical staff to cover vacancies, sickness and maternity leave (£126k). Other overspends relate to Dermatology waiting lists for community activity (£29k), and the staffing of CDU in A&E (£31k). This is offset by underspends in Children's Group, Medical Group and Therapies due to vacancies across the groups.

Non pay is overspent in month by (£9k), this is mainly attributable to overspends within Gastro & Endoscopy for scope maintenance and consumables (£21k). Emergency Group for high spends on consumables and blood (£22k). This is offset by an underspend in Renal due to lower than planned activity within the satellite units.

The in month drugs position is an overspend of (£12k), occurring mainly in Oncology and Clinical Haematology.

Children's Group

Current Position

- Underspend in month relates to funding being input for Health Visitors Support Workers for the period April to June.

Actions

- No further action required.

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	9	75	66	4.2%
Non Pay	(23)	(24)	(1)	(22.5%)
Total	(13)	52	65	2.9%

Division 2

(£160k) overspend in month, (£798k) overspend ytd

▪ GUM

Current Position

- The pay overspend relates to the use of an agency consultant to cover maternity leave.

Actions

- The maternity leave is set to continue to March 14.

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	(12)	(34)	(21)	0.0%
Non Pay	(3)	(9)	(6)	(5.6%)
Total	(15)	(42)	(27)	(3.7%)

▪ Divisional Management

Current Position

- The overspend in month relates to expenditure on the additional capacity wards B7, and JMS vacancies backfilled by agency which is in excess of agreed funding.

Actions

- The expenditure on additional capacity continues to be monitored against activity levels. Ward B7 was due to close the 1st July 2013, however due to activity within the Trust it currently remains open.

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	(232)	(372)	(140)	(43.6%)
Non Pay	(6)	(6)	(0)	(17.4%)
Drugs	(12)	(17)	(5)	
Total	(250)	(396)	(146)	(44.4%)

Division 2

(£160k) overspend in month, (£798k) overspend ytd

▪ **Gastro & Endoscopy**

Current Position

- The non pay over spend relates to maintenance of scopes and consumables associated with increased activity.

Actions

- Continue to monitor expenditure alongside activity performance.

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	5	6	1	0.7%
Non Pay	(62)	(83)	(21)	(36.5%)
Drugs	(13)	(5)	8	(2.0%)
Total	(70)	(81)	(12)	(5.9%)

▪ **Dermatology**

Current Position

- The pay overspend is due to additional payments to consultants for clinics to accommodate community activity.

Actions

- The expenditure on additional payments continues to be monitored against activity performance.

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	(37)	(64)	(28)	(28.5%)
Non Pay	(6)	(8)	(2)	(75.6%)
Drugs	4	6	2	6.7%
Total	(39)	(67)	(28)	(20.8%)

Estates and Facilities

£209k underspend in month, £393k underspend ytd

The £76k underspend on pay in month is mainly a result of vacancies, reduction in bank staff usage, overtime and enhanced payments in a number of areas including Estates Management £32k, Medical Physics £26k, and Hotel Services £19k

The £136k underspend on non pay in month is a number of underspends across many budget areas – community premises, catering, staff residencies, retail, transport, lab equipment and isotopes

▪ Hotel Services

Current Position

- Underspends across various non pay areas including catering, staff residences, retail and transport

Actions

- No actions to be taken

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	6	25	19	0.0%
Non Pay	34	66	33	8.7%
Total	40	91	52	0.0%

Estates and Facilities

£209k underspend in month, £393k underspend ytd

▪ **Medical Physics**

Current Position

- Underspends in non pay for lab equipment £13k, isotopes £5k, and a number of smaller underspends across various areas
- New SLA with Black Country Partnership started 1st April. 3months of income totaling £32k now invoiced.

Actions

- No actions to be taken

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	31	57	26	6.9%
Non Pay	26	50	24	22.1%
Grand Total	56	106	50	10.1%

Total Corporate & Other Directorates

£422k underspend in month, £689k underspend ytd

▪ **Information Technology**

Current Position

- Underspend on non pay relates to the following factors:- A number of IT budgets across all areas not utilised in month, awaiting eprescribe to commence, and setting of non pay budget for spend being charged to CCG.

Actions

- None

	YTD Variances £000			YTD % Var
	Month 2	Month 3	Movement	
Pay	(17)	(16)	2	(0.8%)
Non Pay	39	122	84	17.7%
Total	22	107	85	4.0%

Pay Reporting

Budget and worked WTE include agency, locum and bank staff. The below table shows the ytd WTE variance by division together with an analysis of ytd pay costs by division.

	Budget WTE	Actual Paid WTE	Pay (Over)/Under £000s	Pay Spend by Category (cumulative to date £000s)						Total Pay
				Agency	Medical Locums	Bank	Employed	Overtime	WLI	
Division 1	2,152	2,055	(398)	174	197	391	22,916	318	305	24,301
Division 2	2,621	2,495	(617)	886	334	810	23,286	206	0	25,522
Facilities & Estates	642	603	172	(5)	0	207	3,705	216	0	4,123
Chief Operating Officer	5	4	(1)	0	0	0	130	0	0	130
Total Operations Directorate	5,420	5,157	(844)	1,054	531	1,409	50,036	740	305	54,076
Corporate Directorate & Other	757	732	146	142	0	0	6,026	78	0	6,246
Total Directorate Pay Expenditure	6,177	5,889	(698)	1,196	531	1,410	56,063	818	305	60,322

- Division 1 – Overall Division 1 has a positive variance of 100 WTE. However, this has not resulted in savings. The key reasons for the overspend are a) agency and bank usage; and b) Waiting List Initiatives which do not attract WTE.
- Overall Division 2 has a positive manpower variance of 84 WTE. However, pay is over spending in total due to the additional costs of using agency, locums, bank staff and payments for overtime.

Agency / Locum / Bank Spend

	CURRENT YEAR		PREVIOUS YEAR			
	YTD Spend 13/14		YTD Spend 12/13		Total Spend 12/13	
	£000s	£000s	£000s	£000s	£000s	£000s
	Bank	Agency	Bank	Agency	Bank	Agency
Medical	130	920	4	1,059	99	4,063
Nursing - qual	601		482	30	2,057	74
Nursing - other	473		300		1,522	
PAMS						
Scientific & technical		71		117		640
Non-clinical	204	205	219	213	823	925
Total	1,410	1,196	1,006	1,418	4,501	5,701

Analysis of Agency in Non Clinical

	Current Year £000s	Last Year £000s
Operations		
Division 1	37	
Division 2	24	21
Community Services		
Estates & Facilities	2	1
Chief Operating Officer		
Sub-total	63	21
Corporate		
Chief Executive		
Finance Director	99	162
Nurse Director		
Medical Director	7	0
HR	21	
Estates Development	2	2
R&D	12	28
Sub-total	142	191
Total Non-Clinical agency	205	213

Pay reporting

Budget and worked WTE include agency, locum and bank staff. The table below takes the current WTE Actual (worked) vs budget for the month and analyses this by category (employed, overtime, agency, locum etc.) together with the month and ytd spend and compares this to the same month last year.

Pay Category	CURRENT YEAR 2013/14				LAST YEAR 2012/13				% YTD Month 3 Spend Increase Between Years
	WTE Budget in Month	WTE Actual (Worked) in Month	Current Month Spend £000	YTD Spend £000	Average Worked WTE	Month 3 Spend £000	YTD Spend to Month 3 £000	Average Monthly Spend £000	
Employed	6,139	5,668	18,730	56,063	5,656	18,264	54,609	18,326	3%
Overtime	0	0	260	818	1	282	780	246	5%
Agency Staff	20	42	424	1,196	42	530	1,418	475	-16%
Medical Locum Staff	3	17	191	531	13	159	481	153	10%
Bank	15	162	529	1,410	131	315	1,004	379	40%
WLI	0	0	152	305	0	93	274	92	11%
Total	6,177	5,889	20,286	60,322	5,843	19,643	58,567	19,671	3%

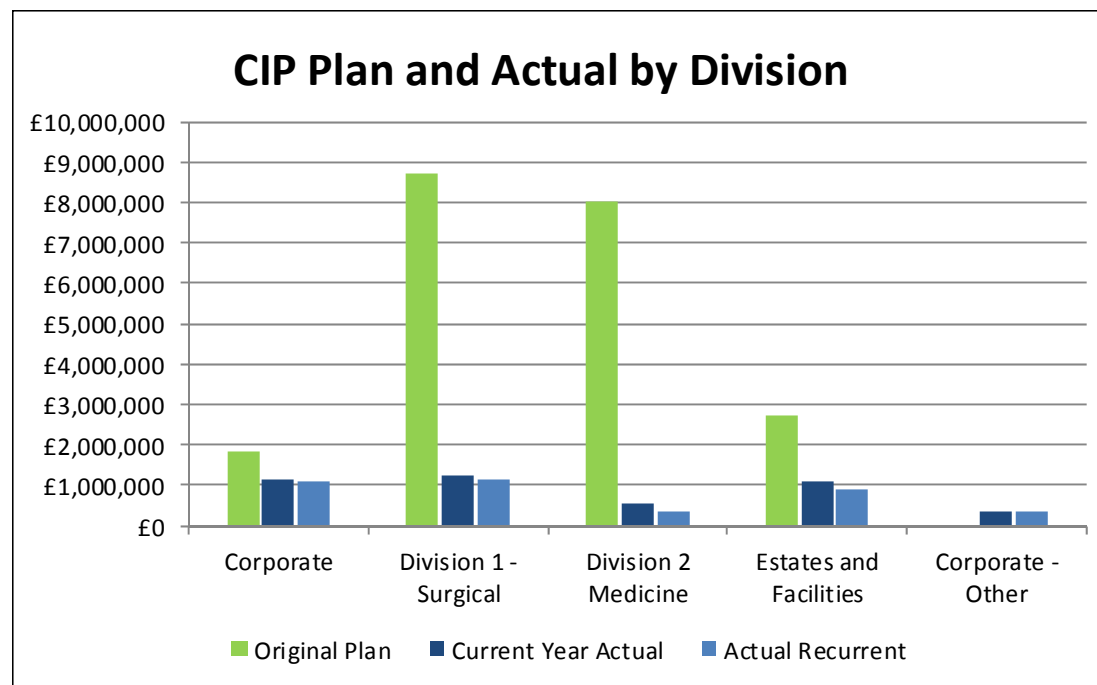
CIP Monitoring All Trust Schemes

The Trust CIP target is £21.28m, which comprises of £14.74m for 2013/14 and £6.54m brought forward from 2012/13. The table below summarises the target CIP for each Division and the actual achieved. The position for June shows a withdrawal of CIP from annual budget of £4.373m representing 21% of the total.

CIP MONITORING	2013/14							Non recurrent element withdrawn from budget £000
	Annual Plan £000	Blue (withdrawn from budgets) £000	Still to be achieved Categorised by Risk Rating					
			Total £000	Green £000	Yellow £000	Amber £000	Red £000	
2013/14 Schemes								
Corporate	1,818	1,141	677	0	198	1,359	(880)	(34)
Corporate (other)	0	337	(337)	0	0	0	(337)	0
Division 1	8,717	1,221	7,496	0	2,124	1,945	3,428	(102)
Division 2	8,022	557	7,465	30	800	4,253	2,382	(226)
Estates & Facilities	2,726	1,117	1,609	89	250	13	1,257	(241)
Total 2013/14 Schemes	21,283	4,373	16,911	119	3,372	7,569	5,850	(603)

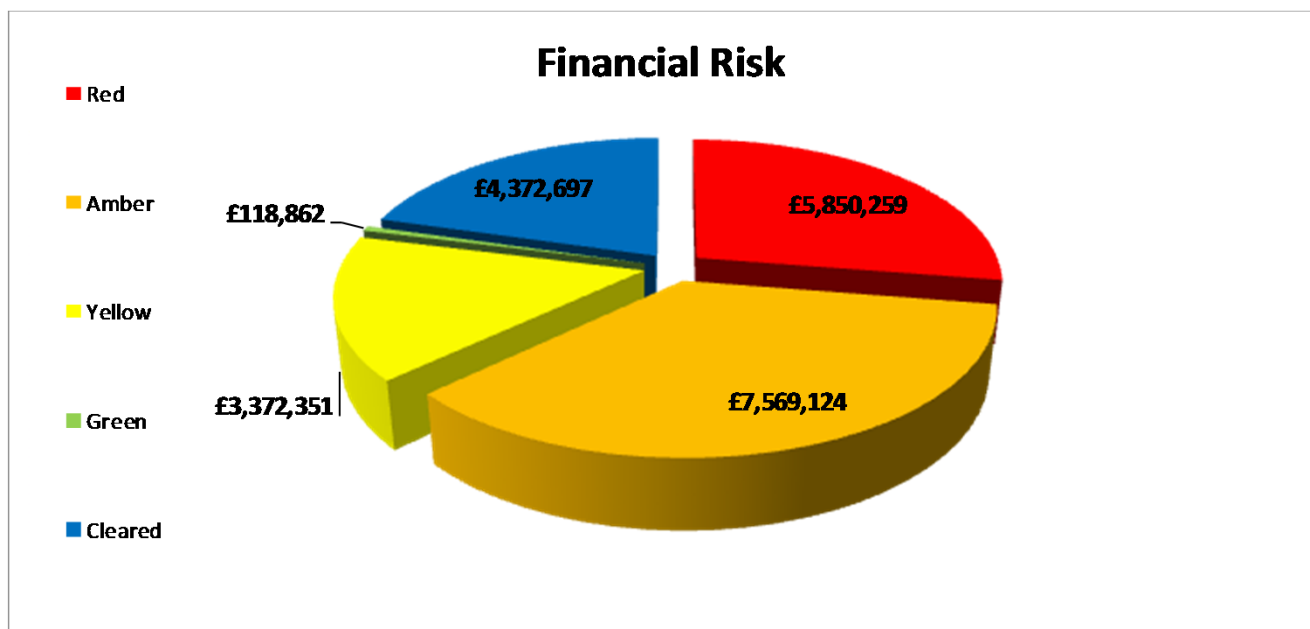
CIP Monitoring by Division

	Original Plan	CIP Target	Current Year Actual	Actual Recurrent
Corporate	£1,818,161	£1,818,161	£1,140,767	£1,106,939
Division 1 - Surgical	£8,717,100	£8,717,100	£1,220,939	£1,119,175
Division 2 Medicine	£8,022,095	£8,022,095	£556,874	£331,123
Estates and Facilities	£2,725,938	£2,725,937	£1,117,370	£876,162
Corporate - Other	£0	£0	£336,747	£336,747
	£21,283,294	£21,283,293	£4,372,697	£3,770,146



CIP Risks and Programme Status

Financial Risk Summary	Red	Amber	Yellow	Green	Cleared
Corporate	-£879,645	£1,359,020	£198,019	£0	£1,140,767
Division 1 - Surgical	£3,427,563	£1,944,684	£2,123,914	£0	£1,220,939
Division 2 Medicine	£2,382,480	£4,252,509	£800,000	£30,232	£556,874
Estates and Facilities	£1,256,608	£12,911	£250,418	£88,630	£1,117,370
Corporate - Other	-£336,747	£0	£0	£0	£336,747
Totals	£5,850,259	£7,569,124	£3,372,351	£118,862	£4,372,697

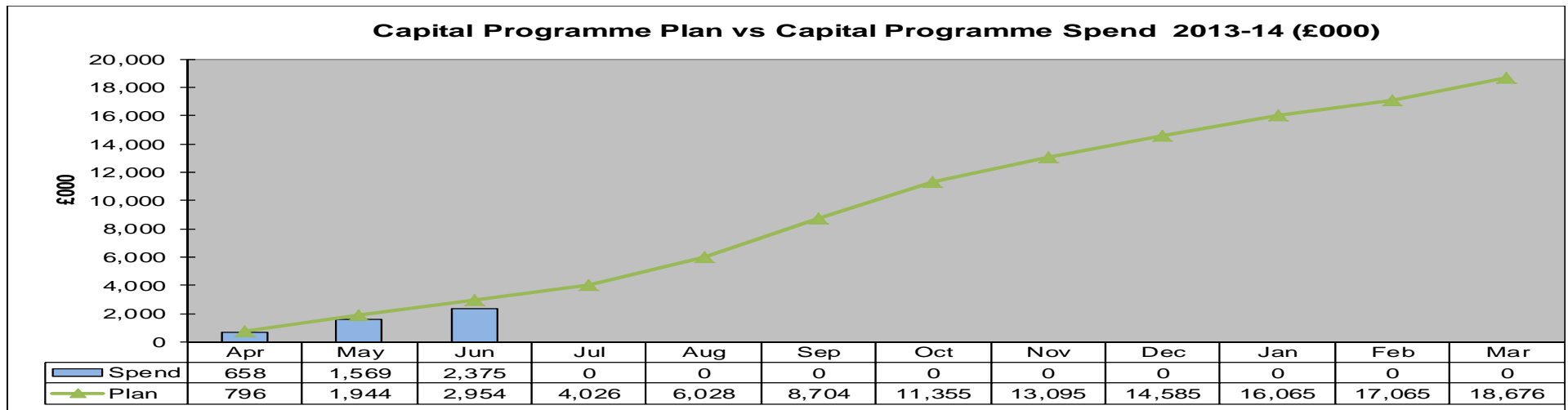


Reserves

Reserve	Current Month £'000	Month 02 £'000	Movement £'000	
Cost Pressure	2,380	2,527	(148)	Includes funding into reserves for IP Wound Mgt £14k ; less Funding into budgets for Activity Pressures £126k, Community Pressures £7k, E&F Activity Pressures £29k
Activity and Developments	10,831	10,523	308	Includes funding into reserves for GUM Activity £291k, Pathology Cytology Testing £474k, Pathology Chlamydia Testing £191k, Pathology HPV Testing £41k, Lucentis Activity £164k; less Funding into budgets for Vascular Activity £508k, Winter Pressures £117k, Nursing Workforce £141k, A&E Expansion £27k, Flexible Sigmoidoscopy £18k, Stroke Family Support £23k
Quality	736	883	(148)	Movement from funding into budgets for CQUIN costs
Drugs and Devices	783	827	(44)	Includes funding into reserves for Step Doen £6k; less Funding into budgets for Excluded Drugs £26k, Insulin Pumps £24k
Non Recurrent Support	774	726	48	Minor movements
	15,503	15,486	17	
Inflation and Contingency	5,244	4,833	411	Movement for Vascular Activity plan £450k, less funding into budgets for Procurement £39k
Patient Activity Contingency	3,010	3,010	0	
Grand Total Reserves	23,757	23,329	428	

Capital Expenditure

The Trust Capital Programme for 2013-14 is £18,676k. Capital Resource Limit (CRL) is likely to be agreed at TDA Plan level of £20,354k, this includes PFI (Radiology) £2,478k and (£800k) adjustment for sale of Old Eye Infirmary. Formal notification has been received for £17,705k, having adjusted for the land sale, but notification is expected for £171k Maternity PDC and later in the year, for the PFI Additions, £2,478k.



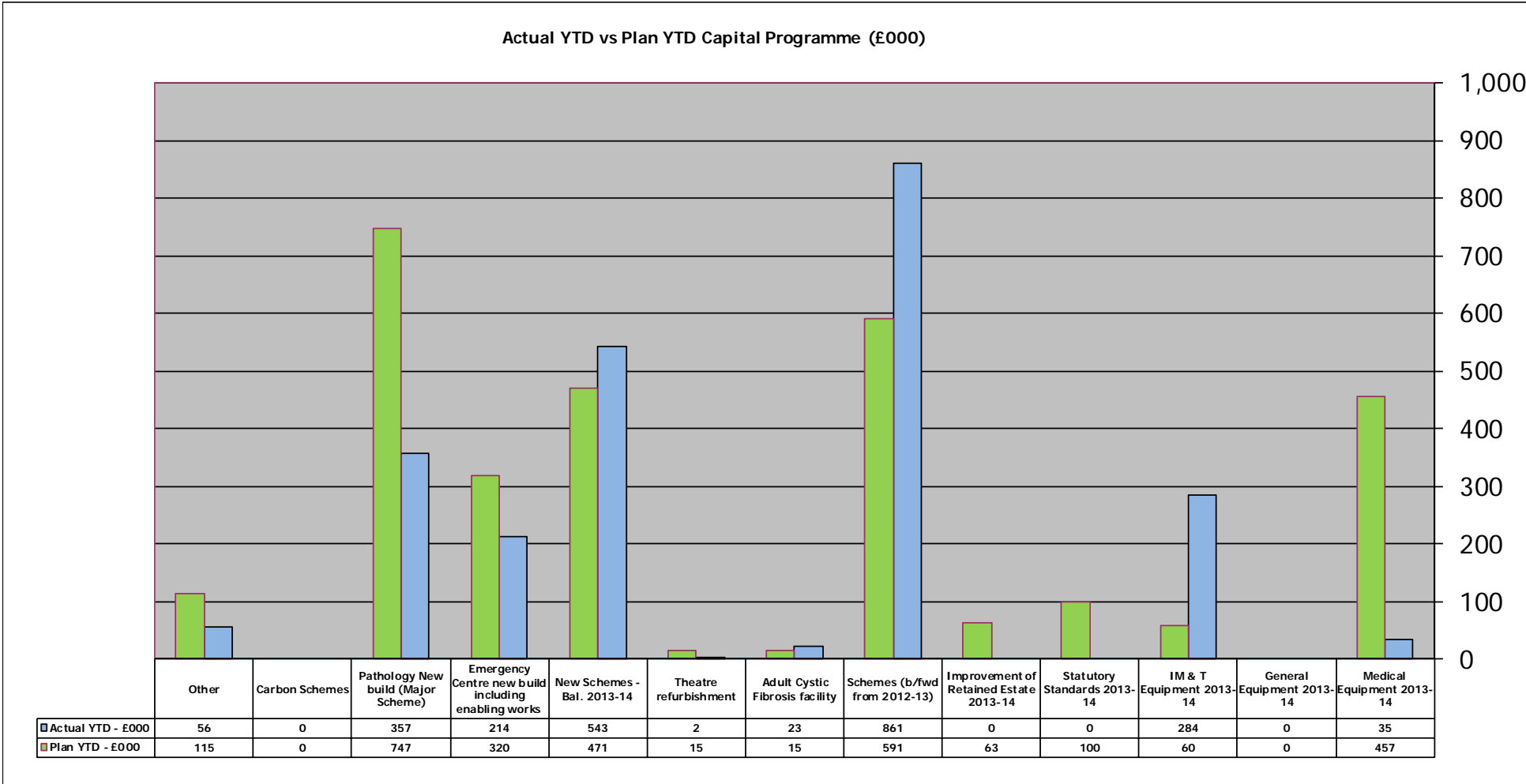
Capital Expenditure	Capital Programme £000	PFI Additions £000	Total £000
Spend	2,375	0	2,375
Plan	2,954	1,000	3,954
Underspend	579	1,000	1,579
Percentage of Plan to Date	80%	0%	60%

Reasons for Underspend:

- Capital Programme - Underspend of £579k largely relates to the Pathology New Build Scheme, £390k, where expenditure was incurred ahead of schedule in March 2013.
- PFI Additions – With the Trust negotiating an improved MRI replacement specification, the second MRI has been rescheduled to be delivered in September 2013.

Capital Expenditure by Scheme

The Capital Programme is managed on a project by project basis by the Capital Division within the Estates Development Department. The chart below details actual vs. planned expenditure per the Capital Programme categories and, within those categories, schemes of significant value.



Statement of Financial Position as at 30th June 2013

The Property Plant and Equipment figure has been adjusted by £12,354k for the value of premises transferring ownership from the PCT. This is the actual valuation of the Property Plant and Equipment transferring based on a valuation as at the 31st March 2013.

Trade and Other Receivables as at 30 June 2013 are £13,607 a breakdown is provided on page 32.

This includes invoiced NHS £4,097k and gross Non-NHS £2,527k receivables. A more detailed analysis of the invoiced receivables is shown on page 33.

Calculated debtor days for the year to date are 7.80 days compared to a plan of 10.89 days.

A more detailed analysis of Trade & Other Payables is provided on page 34.

The Public Sector Payment Policy sets out a target for payment of 95%, in value and volume, to be paid within 30 days of receipt. The Trust's performance against this target is:

	M3	Cumulative
- Value	95%	94.3%
- Volume	93%	92.4%

	M2	Cumulative
- Value	92%	91.4%
- Volume	94%	94.2%

Additional PDC of £171k has been received in respect of a Maternity Capital Scheme

	June 2013 Plan £000	June 2013 Actual £000	May 2013 Actual £000	Movement in Month £000	March 2013 Actual £000
NON CURRENT ASSETS					
Property, Plant and Equipment	264,276	263,902	263,921	(19)	253,588
Intangible Assets	455	718	693	25	459
Other Non Current Assets	1,916	2,646	2,646	0	2,646
TOTAL NON CURRENT ASSETS	266,647	267,267	267,260	7	256,693
CURRENT ASSETS					
Inventories	5,096	5,255	5,339	(84)	5,823
Trade and Other Receivables	16,493	13,607	12,435	1,172	14,362
Cash and cash equivalents	25,187	24,813	23,958	855	22,566
TOTAL CURRENT ASSETS	46,776	43,675	41,732	1,943	42,751
Non Current Assets Held for Sale	800	800	800	0	800
TOTAL ASSETS	314,223	311,742	309,792	1,950	300,244
CURRENT LIABILITIES					
Trade & Other Payables	(35,264)	(32,777)	(31,780)	(997)	(33,547)
Borrowings	(1,774)	(1,746)	(1,754)	8	(1,771)
Provisions for Liabilities and Charges	(2,840)	(2,907)	(2,708)	(199)	(3,730)
TOTAL CURRENT LIABILITIES	(39,878)	(37,430)	(36,242)	(1,188)	(39,048)
NET CURRENT ASSETS / (LIABILITIES)	6,898	6,246	5,490	756	3,703
TOTAL ASSETS LESS CURRENT LIABILITIES	274,345	274,312	273,550	762	261,196
NON CURRENT LIABILITIES					
Other Liabilities	(7,080)	(7,120)	(7,260)	140	(7,545)
Provision for Liabilities and Charges	(539)	(457)	(457)	0	(539)
TOTAL NON CURRENT LIABILITIES	(7,619)	(7,577)	(7,717)	140	(8,084)
TOTAL ASSETS EMPLOYED	266,726	266,735	265,833	902	253,112
FINANCED BY TAXPAYERS EQUITY					
Public Dividend Capital	173,253	173,253	173,082	171	173,082
Retained Earnings	28,494	33,136	32,344	792	19,623
Revaluation Reserve	64,789	60,156	60,217	(61)	60,217
Other Reserves	190	190	190	0	190
TOTAL TAXPAYERS EQUITY	266,726	266,735	265,833	902	253,112

Trade Receivables

Trade & Other Receivables	June	May Movement		
	£000	£000	£000	%
NHS Receivables - Revenue	4,097	4,933	(836)	-16.9%
NHS Partially Completed Spells	1,543	1,356	187	13.8%
NHS Accrued Income	2,037	148	1,889	1276.4%
Non NHS Sales Ledger	2,527	2,720	(193)	-7.1%
Provision for Impairments of Receivables (inc RTAs)	(735)	(981)	246	-25.1%
Non NHS Accrued Income	613	840	(227)	-27.0%
Prepayments	2,050	1,790	260	14.5%
RTA / Injury Claims due within 1 year	959	983	(24)	-2.5%
VAT	294	441	(147)	-33.3%
Other	222	205	17	8.4%
Total Trade & Other Receivables	13,607	12,435	1,172	9.4%

- The NHS Accrued income represents mainly anticipated contract income from Commissioners.
- Further analysis of NHS and Non NHS Sales Ledger Receivables is provided on page 33.

Receivables by Category

The overall debt position has decreased by £0.9m in month, due mainly to the decrease in PCT and CCG debt by £2m and an increase in NCB debt by £1.1m as detailed below.

All PCT debt has been agreed with the PCT's as part of the agreement of balances process for the year end accounts. The majority of this has been settled in June and the remaining balance includes £0.4m relating to Wolverhampton City PCT. The national timescale for closure of year end PCT issues has been extended to August.

NCB debt (NHS Commissioning Board) outstanding for 0-1 month has been cleared in full in July.

Of the CCG 0-1 month old debt £147k of the £193k has been paid in full in July.

Of the £618k Trust debt, £412k relates to Walsall Healthcare, where £200k is 2-3 month old debt. Settlement is expected in July.

June 2013

Customer Type	Customer Type	Total Balances due	Within Term	Over Term 0-1 Months	Over Term 1-2 Months	Over Term 2-3 Months	Over Term >3 Months
		£'000	£'000	£'000	£'000	£'000	£'000
NHS	OTHER	409	372	16	2	3	16
	NCB	1,701	1,606	95	0	0	0
	PCT	394	0	0	11	189	194
	TRUST	618	194	52	134	202	36
	CCG	975	770	193	12	0	0
NHS Total		4,097	2,942	356	159	394	246
NON	OTHER	721	425	86	40	123	47
	LA	1,195	1,150	0	4	16	25
	PRIVATE PATIENTS	221	19	73	1	4	124
	IRISH/SCOTT/WELSH	141	24	54	1	2	60
	OVERSEAS PATIENTS	182	0	1	0	0	181
	DEBT PD BY INSTALMENTS	67	0	0	0	0	67
	Sub Total	2,527	1,618	214	46	145	504
	BAD DEBT PROVISION	-650	0	-1	0	-145	-504
NON Total		1,877	1,618	213	46	0	0
Grand Total		5,974	4,551	569	205	394	246

Of the £1.2m Non NHS Local Authority debt Wolverhampton City Council have £1.1m outstanding within term debt. Discussion continues regarding the process of authorising the debt for payment within the LA for the debt over 2 months od.

Private Patient debt includes £45k where BUPA have agreed payment for mid July for one patient as clinical information had been provided. The balance of older Private Patient debt >3 months old includes 13 invoices where BUPA are outstanding a statement on their current position to enable appropriate further action to be determined by the Trust.

Of the 2-3 month old Non NHS Other debt £0.1m relates to an invoice for Synergy Health, issues outstanding have now been resolved and payment is now expected by the end of July.

Following approval from the June Board Meeting , £227k write offs have been actioned.

May 2013

Customer Type	Customer Type	Total Balances due	Within Term	Over Term 0-1 Months	Over Term 1-2 Months	Over Term 2-3 Months	Over Term >3 Months
		£'000	£'000	£'000	£'000	£'000	£'000
NHS	OTHER	237	90	103	28	0	16
	NCB	682	682	0	0	0	0
	PCT	1,330	3	827	178	52	270
	TRUST	619	85	233	208	11	82
	CCG	2,065	2,021	44	0	0	0
NHS Total		4,933	2,881	1,207	414	63	368
NON	OTHER	539	179	76	200	41	43
	LA	1,230	1,185	4	16	9	16
	PRIVATE PATIENTS	354	164	51	5	6	128
	IRISH/SCOTT/WELSH	118	54	2	6	25	31
	OVERSEAS PATIENTS	411	1	0	0	0	410
	DEBT PD BY INSTALMENTS	68	0	0	0	0	68
	Sub Total	2,720	1,583	133	227	81	696
	BAD DEBT PROVISION	-777	0	0	0	-81	-696
NON Total		1,943	1,583	133	227	0	0
Grand Total		6,876	4,464	1,340	641	63	368

Overseas debt includes £120k which relates to one patient , with £37k relating to individual debt over £5k, 7 patients. All debt has been provided for whilst collection is being pursued further.

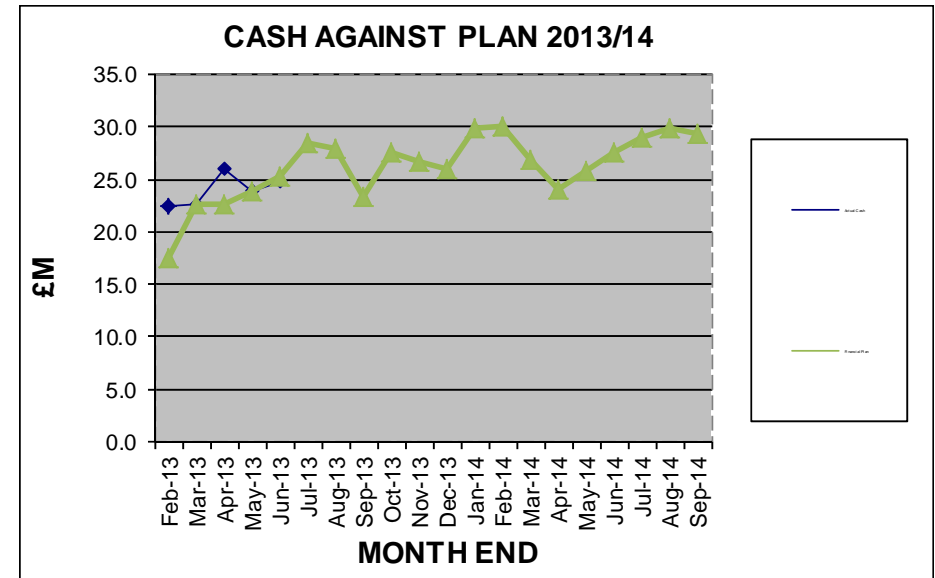
Trade & Other Payables

Trade & Other Payables	June	May	Movement	
	£000	£000	£000	%
NHS Payables - Revenue	(2,325)	(1,241)	(1,084)	87.3%
Non NHS Trade Payables - Revenue	(3,860)	(3,935)	75	-1.9%
Non NHS Trade Payables - Capital	(2,822)	(2,748)	(74)	2.7%
Dividend and Interest Accrual	(2,030)	(1,353)	(677)	0.0%
Tax & Social Security	(4,760)	(4,775)	15	-0.3%
Pensions	(3,282)	(3,252)	(30)	0.9%
Accruals	(7,970)	(7,559)	(411)	5.4%
Deferred Income (inc. Trading Accounts)	(5,509)	(6,739)	1,230	-18.2%
Other	(219)	(178)	(41)	23.0%
Total Trade & Other Payables	(32,777)	(31,780)	(998)	3.1%

- The increase in NHS payables is in respect of £1m outstanding credit notes owed to PCTs being shown as creditors.
- The Dividend payable will continue to increase linked to the debt being settled twice yearly, September and March.
- The decrease in Deferred Income relates to £1m training income utilised in June as money is received quarterly in advance.

Cash Flow Statement - period ending 30th June 2013

	June Plan £000	June Actual £000	June Variance £000
OPERATING ACTIVITIES			
Total Operating Surplus/(Deficit)	4,709	3,563	(1,146)
Depreciation	3,916	4,151	235
Fixed Asset Impairments	25	2	(23)
Transfer from Donated Asset Reserve	0	0	0
Interest Paid	(399)	(393)	6
Dividends Paid	0	0	0
(Increase)/Decrease in Inventories	0	568	568
(Increase)/Decrease in Trade/Receivables	(2,200)	753	2,953
Increase/(Decrease) in Trade/Payables	55	(33)	(88)
Increase/(Decrease) in Provisions	(319)	(905)	(586)
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES	5,787	7,706	1,919
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	24	24	0
Payment for Property, Plant and Equipment	(2,899)	(5,242)	(2,343)
Payment for Intangible Assets	0	(72)	(72)
Payment for Other Assets	0	0	0
Proceeds from Disposals	0	110	110
NET CASH INFLOW/(OUTFLOW) FROM INVESTING ACTIVITIES	(2,875)	(5,180)	(2,305)
NET CASH INFLOW/(OUTFLOW) BEFORE FINANCING	2,912	2,526	(386)
FINANCING			
New Public Dividend Capital Received	171	171	0
Capital Element of Finance Lease and PFI	(462)	(450)	12
NET CASH INFLOW/(OUTFLOW) FROM FINANCING	(291)	(279)	12
INCREASE/(DECREASE) IN CASH	2,621	2,247	(374)
CASH BALANCES			
Opening Balance 1st April 2013	22,566	22,566	0
Closing Balance at 30th April 2013	25,187	24,813	(374)



Cash against Plan

- The cash balance of £24.8m is £0.3m below plan. There has been a greater than planned reduction in receivables, offset by a greater than planned capital cash spend.

Charitable Funds for Period Ending 30th June 2013

The table below shows summary information relating to the movement in The Royal Wolverhampton NHS Trust Charity for the period ended 30th June 2013. The more significant spend and income items have been detailed below, the remaining items relate to many items of below £1k. This is the draft year end position of the 2012/13 Charity Accounts which are currently being completed and are subject to audit review and presentation to the Charity Committee on 29th August 2013 and the Audit Committee on 5th September 2013. This may have an impact on the opening balance at Q1.

Q1 Information					
Opening balance 31 March 2013	Donations	Investment Income	Expenditure	Gains on Investments	Closing balance 30 June 2013
£'000	£'000	£'000	£'000	£'000	£'000
3897	90	23	(143)	0	3867

Includes Donations for :-

- Deanesly from The Grace Trust £10k
- HSBC Match Giving £8k
- A&E from BOE Publishing £6k
- Breast Care from Debbie Norman Re Fashion Show £5k

And includes Legacies:-

- Ophthalmology from Edna Lloyd £2k

The main areas of spend are:-

- Renal-Welfare Rights Service £16k
- General Purposes-Royal Awards £8k
- WEI- 4 Portable hand held Slit Lamps, 2 Spectra Iris & 2 Ophthalmoscopes £23k
- General Purposes-Duo Seat Mobility Scooter £5k
- General Purposes-Diabetes UK £13k

Below is a summary showing quarters 1 to 4, the more significant items for quarters 1 to 3 have been detailed in previous Board Reports.

Summary	Q2	Q3	Q4	Q1
Opening Balance	2,944	2,925	3,203	3897
Income	145	316	522	113
Expenditure	-114	-99	-174	-143
Gains/Losses	-50	61	347	0
Closing Balance	2,925	3,203	3,897	3867