

NLG(18)062

Finance:
Executive Highlight Report
for the Trust Board
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Director of Finance

[Please also refer to supporting papers NLG(18)078: Integrated Performance Report & NLG(18)079: Improving Together Report]

Items for the attention of the Trust Board

- In month Financial Deficit of **£4.31m in** January - A significant deterioration in the headline run rate which includes £0.4m of technical accounting adjustments;
- Year to Date Deficit now stands at **£36.96m** - £1.71m behind plan;
- Adverse movement in Savings Programme forecast – Now forecast to be **£1.89m** behind plan;
- Full Year Forecast Deficit deteriorated to **£44.47m** - **£4.47m** adrift of the £40.0m Financial Recovery Plan deficit agreed with NHSI;

Items for the attention of the Trust Board

- Draft 2018/19 Financial Plan Deficit of **£40.68m**;
- This requires successful delivery of a minimum £20.1m savings programme;
- There will also be a requirement to deliver Activity Growth in 2018/19 once agreed with Commissioners;

The Draft Financial Plan Deficit of £40.68m falls well short of the initial target set out by NHSI for a deficit range of £20.0 - £23.0m.

Trust Board Action Required

The Trust Board is asked to:

- Note the deterioration in the headline monthly run rate and 2017/18 year end forecast deficit and the requirement for recovery action;
- Agree the approach taken to construct the Draft 2018/19 Financial Plan with the required £20.1m savings programme;
- Agree the Budget Setting Principles and Budgetary Allocations that underpin the 2018/19 Financial Plan