

Welsh Health Specialised Services and Emergency Ambulance Services Committees

FOREWORD

These accounts have been prepared under schedule 9 section 178 Para 3(1) of the National Health Service (Wales) Act 2006 (c.42) in the form in which the Welsh Ministers have, with the approval of the Treasury, directed.

Statutory background

Welsh Health Specialised Services Committee

The Welsh Health Specialised Services Committee was established on 1 April 2010 and is hosted by Cwm Taf Morgannwg Local Health Board. It is responsible for the joint planning of Specialised and Tertiary Services on behalf of Local Health Boards in Wales.

Performance Management and Financial Results

In accordance with the Welsh Health Specialised Services Committee (Wales) Directions 2009 (2009 no 35), LHB's are required to establish a Joint committee for the purpose of jointly exercising its Delegated Functions and providing Relevant Services from 1st April 2010.

The Welsh Health Specialised Services committee (WHSSC) (Wales) Regulations 2009 (SI 2009 no 3097) make provision for the constitution of the "Joint Committee" including its procedures and administrative arrangements.

In accordance with the Emergency Ambulance Services Committee (Wales) Directions 2014 (2014 no 8), LHBs are required to establish a Joint committee for the purpose of jointly exercising its Delegated Functions and providing Relevant Services from 1st April 2014.

The Emergency Ambulance Services Committee (Wales) Regulations 2014 make provision for the constitution of the "Joint Committee" including its procedures and administrative arrangements.

The delegated functions of the Emergency Ambulance Services Committee include the planning and commissioning of Emergency Ambulance Services across Wales, as provided by the Wales Ambulance Services NHS Trust.

The Committees do not hold any statutory responsibility for a resource limit. Services are funded from income from Local Health Boards and accounts for all expenditure on agreed services against the income received.

The Committees must comply fully with the Treasury's Financial Reporting Manual to the extent that it is applicable. As a result the Primary Statement of in-year income and expenditure is the Statement of Comprehensive Net Expenditure. This shows the net operating cost incurred by the Committees which is funded by Local Health Boards in Wales.

Statement of Comprehensive Net Expenditure for the year ended 31 March 2021

| | Note | 2020-21 £'000 | 2019-20 £'000 |
|---|------|------------------|------------------|
| Expenditure on Primary Healthcare Services | 3.1 | 0 | 0 |
| Expenditure on healthcare from other providers | 3.2 | 887,016 | 787,343 |
| Expenditure on Hospital and Community Health Services | 3.3 | 8,589 | 7,361 |
| | | 895,605 | 794,704 |
| Less: Miscellaneous Income | 4 | (895,605) | (794,704) |
| LHB net operating costs before interest and other gains and losses | | 0 | 0 |
| Investment Revenue | 5 | 0 | 0 |
| Other (Gains) / Losses | 6 | 0 | 0 |
| Finance costs | 7 | 0 | 0 |
| Net operating costs for the financial year | | 0 | 0 |

The notes on pages 8 to 74 form part of these accounts.

Other Comprehensive Net Expenditure

| | 2020-21 | 2019-20 |
|--|-----------------|-----------------|
| | £'000 | £'000 |
| Net (gain) / loss on revaluation of property, plant and equipment | 0 | 0 |
| Net (gain) / loss on revaluation of intangibles | 0 | 0 |
| (Gain) / loss on other reserves | 0 | 0 |
| Net (gain)/ loss on revaluation of PPE & Intangible assets held for sale | 0 | 0 |
| Net (gain)/loss on revaluation of financial assets held for sale | 0 | 0 |
| Impairment and reversals | 0 | 0 |
| Transfers between reserves | 0 | 0 |
| Transfers to / (from) other bodies within the Resource Accounting Boundary | 0 | 0 |
| Reclassification adjustment on disposal of available for sale financial assets | 0 | 0 |
| Other comprehensive net expenditure for the year | <u>0</u> | <u>0</u> |
| Total comprehensive net expenditure for the year | <u><u>0</u></u> | <u><u>0</u></u> |

The notes on pages 8 to 74 form part of these accounts.

Statement of Financial Position as at 31 March 2021

| | 31 March 2021 £'000 | 31 March 2020 £'000 |
|--|---------------------------|---------------------------|
| Notes | | |
| Non-current assets | | |
| Property, plant and equipment | 11 0 | 0 |
| Intangible assets | 12 0 | 0 |
| Trade and other receivables | 15 0 | 0 |
| Other financial assets | 16 0 | 0 |
| Total non-current assets | 0 | 0 |
| Current assets | | |
| Inventories | 14 0 | 0 |
| Trade and other receivables | 15 16,882 | 7,510 |
| Other financial assets | 16 0 | 0 |
| Cash and cash equivalents | 17 18,277 | 14,379 |
| | 35,159 | 21,889 |
| Non-current assets classified as "Held for Sale" | 11 0 | 0 |
| Total current assets | 35,159 | 21,889 |
| Total assets | 35,159 | 21,889 |
| Current liabilities | | |
| Trade and other payables | 18 (46,641) | (33,590) |
| Other financial liabilities | 19 0 | 0 |
| Provisions | 20 (360) | (141) |
| Total current liabilities | (47,001) | (33,731) |
| Net current assets/ (liabilities) | (11,842) | (11,842) |
| Non-current liabilities | | |
| Trade and other payables | 18 0 | 0 |
| Other financial liabilities | 19 0 | 0 |
| Provisions | 20 0 | 0 |
| Total non-current liabilities | 0 | 0 |
| Total assets employed | (11,842) | (11,842) |
| Financed by : | | |
| Taxpayers' equity | | |
| General Fund | (11,842) | (11,842) |
| Revaluation reserve | 0 | 0 |
| Total taxpayers' equity | (11,842) | (11,842) |

The financial statements on pages 2 to 7 were approved by the Audit Committee on xx xxx 2021 and signed on its behalf by:

Managing Director of Specialised Services.....Date.....
for balances relating to WHSSC

Chief Ambulance Services Commissioner.....Date.....
For balances relating to EASC

The notes on pages 8 to 70 form part of these accounts

**Statement of Changes in Taxpayers' Equity
For the year ended 31 March 2021**

| | General Fund £000s | Revaluation Reserve £000s | Total Reserves £000s |
|---|--------------------------|---------------------------------|----------------------------|
| Changes in taxpayers' equity for 2020-21 | | | |
| Balance at 1 April 2020 | (11,842) | 0 | (11,842) |
| Net operating cost for the year | 0 | 0 | 0 |
| Net gain/(loss) on revaluation of property, plant and equipment | 0 | 0 | 0 |
| Net gain/(loss) on revaluation of intangible assets | 0 | 0 | 0 |
| Net gain/(loss) on revaluation of financial assets | 0 | 0 | 0 |
| Net gain/(loss) on revaluation of assets held for sale | 0 | 0 | 0 |
| Impairments and reversals | 0 | 0 | 0 |
| Other Reserve Movement | 0 | 0 | 0 |
| Transfers between reserves | 0 | 0 | 0 |
| Release of reserves to SoCNE | 0 | 0 | 0 |
| Transfers to/from LHBs | 0 | 0 | 0 |
| Total recognised income and expense for 2020-21 | 0 | 0 | 0 |
| Net Welsh Government funding | 0 | 0 | 0 |
| Notional Welsh Government Funding | 0 | 0 | 0 |
| Balance at 31 March 2021 | (11,842) | 0 | (11,842) |
| Included in Net Welsh Government Funding: | | | |
| Welsh Government Covid 19 Capital Funding | 0 | 0 | 0 |
| Welsh Government Covid 19 Revenue Funding | 0 | 0 | 0 |

The notes on pages 8 to 74 form part of these accounts.

**Statement of Changes in Taxpayers' Equity
For the year ended 31 March 2020**

| | General Fund £000s | Revaluation Reserve £000s | Total Reserves £000s |
|---|--------------------------|---------------------------------|----------------------------|
| Changes in taxpayers' equity for 2019-20 | | | |
| Balance at 1 April 2019 | (11,842) | 0 | (11,842) |
| Net operating cost for the year | 0 | 0 | 0 |
| Net gain/(loss) on revaluation of property, plant and equipment | 0 | 0 | 0 |
| Net gain/(loss) on revaluation of intangible assets | 0 | 0 | 0 |
| Net gain/(loss) on revaluation of financial assets | 0 | 0 | 0 |
| Net gain/(loss) on revaluation of assets held for sale | 0 | 0 | 0 |
| Impairments and reversals | 0 | 0 | 0 |
| Other reserve movement | 0 | 0 | 0 |
| Transfers between reserves | 0 | 0 | 0 |
| Release of reserves to SoCNE | 0 | 0 | 0 |
| Transfers to/from LHBs | 0 | 0 | 0 |
| Total recognised income and expense for 2019-20 | 0 | 0 | 0 |
| Net Welsh Government funding | 0 | 0 | 0 |
| Notional Welsh Government Funding | 0 | 0 | 0 |
| Balance at 31 March 2020 | (11,842) | 0 | (11,842) |

The notes on pages 8 to 74 form part of these accounts.

Statement of Cash Flows for year ended 31 March 2021

| | | 2020-21 | 2019-20 |
|--|-------|----------------|---------|
| | | £'000 | £'000 |
| Cash Flows from operating activities | Notes | | |
| Net operating cost for the financial year | | 0 | 0 |
| Movements in Working Capital | 27 | 3,679 | 5,759 |
| Other cash flow adjustments | 28 | 292 | (14) |
| Provisions utilised | 20 | (73) | (7) |
| Net cash outflow from operating activities | | 3,898 | 5,738 |
| Cash Flows from investing activities | | | |
| Purchase of property, plant and equipment | | 0 | 0 |
| Proceeds from disposal of property, plant and equipment | | 0 | 0 |
| Purchase of intangible assets | | 0 | 0 |
| Proceeds from disposal of intangible assets | | 0 | 0 |
| Payment for other financial assets | | 0 | 0 |
| Proceeds from disposal of other financial assets | | 0 | 0 |
| Payment for other assets | | 0 | 0 |
| Proceeds from disposal of other assets | | 0 | 0 |
| Net cash inflow/(outflow) from investing activities | | 0 | 0 |
| Net cash inflow/(outflow) before financing | | 3,898 | 5,738 |
| Cash Flows from financing activities | | | |
| Welsh Government funding (including capital) | | 0 | 0 |
| Capital receipts surrendered | | 0 | 0 |
| Capital grants received | | 0 | 0 |
| Capital element of payments in respect of finance leases and on-SoFP PFI Schemes | | 0 | 0 |
| Cash transferred (to)/ from other NHS bodies | | 0 | 0 |
| Net financing | | 0 | 0 |
| Net increase/(decrease) in cash and cash equivalents | | 3,898 | 5,738 |
| Cash and cash equivalents (and bank overdrafts) at 1 April 2020 | | 14,379 | 8,641 |
| Cash and cash equivalents (and bank overdrafts) at 31 March 2021 | | 18,277 | 14,379 |

The notes on pages 8 to 74 form part of these accounts.

Notes to the Accounts

1. Accounting policies

The Minister for Health and Social Services has directed that the financial statements of Local Health Boards (LHB) in Wales shall meet the accounting requirements of the NHS Wales Manual for Accounts. Consequently, the following financial statements have been prepared in accordance with the 2020-21 Manual for Accounts. The accounting policies contained in that manual follow the 2020-21 Financial Reporting Manual (FRM) in accordance with international accounting standards in conformity with the requirements of the Companies Act 2006, except for IFRS 16 Leases, which is deferred until 1 April 2022; to the extent that they are meaningful and appropriate to the NHS in Wales.

Where the LHB Manual for Accounts permits a choice of accounting policy, the accounting policy which is judged to be most appropriate to the particular circumstances of the committees for the purpose of giving a true and fair view has been selected. The particular policies adopted by the committees are described below. They have been applied consistently in dealing with items considered material in relation to the accounts.

1.1. Accounting convention

These accounts have been prepared under the historical cost convention modified to account for the revaluation of property, plant and equipment, intangible assets and inventories.

1.2. Acquisitions and discontinued operations

Activities are considered to be 'acquired' only if they are taken on from outside the public sector. Activities are considered to be 'discontinued' only if they cease entirely. They are not considered to be 'discontinued' if they transfer from one public sector body to another.

1.3. Income and funding

Neither WHSSC nor EASC hold any statutory responsibility for a resource limit. Services are funded by income from Local Health Boards and based on an agreed financial plan. The committees account for all expenditure on agreed services against the income received as part of their plans. All variances from plan are allocated to Health Boards on the basis of an agreed risk sharing framework and matched by income adjustments consistent with this framework. The net operating cost for the financial year is therefore zero.

Under the establishment agreements for the committees, the host body, Cwm Taf Morgannwg Local Health Board, is held harmless for all costs with the exception of their own share which reflects their population usage of specialised and emergency ambulance services.

All allocations for services flow from the Welsh Assembly Government through the Local Health Boards. There are no direct allocations to either WHSSC or EASC. Income received from LHBs transacting with other NHS Wales bodies is always treated as miscellaneous income.

From 2018-19, IFRS 15 Revenue from Contracts with Customers has been applied, as interpreted and adapted for the public sector, in the FRM. It replaces the previous standards IAS 11 Construction Contracts and IAS 18 Revenue and related IFRIC and SIC interpretations. The potential amendments identified as a result of the adoption of IFRS 15 are significantly below materiality levels.

Income is accounted for applying the accruals convention. Income is recognised in the period in which services are provided. Where income had been received from third parties for a specific activity to be delivered in the following financial year, that income will be deferred.

Only non-NHS income may be deferred.

1.4. Employee benefits

1.4.1. Short-term employee benefits

Salaries, wages and employment-related payments are recognised in the period in which the service is received from employees. The cost of leave earned but not taken by employees at the end of the period is recognised in the financial statements to the extent that employees are permitted to carry forward leave into the following period.

1.4.2. Retirement benefit costs

Past and present employees are covered by the provisions of the NHS Pensions Scheme. The scheme is an unfunded, defined benefit scheme that covers NHS employers, General Practices and other bodies, allowed under the direction of the Secretary of State, in England and Wales. The scheme is not designed to be run in a way that would enable NHS bodies to identify their share of the underlying scheme assets and liabilities. Therefore, the scheme is accounted for as if it were a defined contribution scheme: the cost to the NHS body of participating in the scheme is taken as equal to the contributions payable to the scheme for the accounting period.

The latest NHS Pension Scheme valuation results indicated that an increase in benefit required a 6.3% increase (14.38% to 20.68%) which was implemented from 1 April 2019.

As an organisation within the full funding scope, the joint (in NHS England and NHS Wales) transitional arrangement operated from 2019-20 where employers in the Scheme would continue to pay 14.38% employer contributions under their normal monthly payment process, in Wales the additional 6.3% being funded by Welsh Government directly to the Pension Scheme administrator, the NHS Business Services Authority (BSA the NHS Pensions Agency).

However, NHS Wales' organisations are required to account for **their staff** employer contributions of 20.68% in full and on a gross basis, in their annual accounts. Payments made on their behalf by Welsh Government are accounted for on a notional basis. For detailed information see Other Note within these accounts.

For early retirements other than those due to ill health the additional pension liabilities are not funded by the scheme. The full amount of the liability for the additional costs is charged to expenditure at the time the NHS Wales organisation commits itself to the retirement, regardless of the method of payment.

No employees are members of the Local Government Superannuation Scheme.

1.4.3. NEST Pension Scheme

An alternative pensions scheme for employees not eligible to join the NHS Pensions scheme has to be offered. The NEST (National Employment Savings Trust) Pension scheme is a defined contribution scheme and therefore the cost to the NHS body of participating in the scheme is equal to the contributions payable to the scheme for the accounting period.

1.5. Other expenses

Other operating expenses for goods or services are recognised when, and to the extent that, they have been received. They are measured at the fair value of the consideration payable.

1.6. Property, plant and equipment

1.6.1. Recognition

Property, plant and equipment is capitalised if:

- it is held for use in delivering services or for administrative purposes;
- it is probable that future economic benefits will flow to, or service potential will be supplied to, the NHS Wales organisation;
- it is expected to be used for more than one financial year;
- the cost of the item can be measured reliably; and
- the item has cost of at least £5,000; or
- Collectively, a number of items have a cost of at least £5,000 and individually have a cost of more than £250, where the assets are functionally interdependent, they had broadly simultaneous purchase dates, are anticipated to have simultaneous disposal dates and are under single managerial control; or
- Items form part of the initial equipping and setting-up cost of a new building, ward or unit, irrespective of their individual or collective cost.

Where a large asset, for example a building, includes a number of components with significantly different asset lives, the components are treated as separate assets and depreciated over their own useful economic lives.

1.6.2. Valuation

All property, plant and equipment are measured initially at cost, representing the cost directly attributable to acquiring or constructing the asset and bringing it to the location and condition necessary for it to be capable of operating in the manner intended by management.

Land and buildings used for services or for administrative purposes are stated in the Statement of Financial Position (SoFP) at their revalued amounts, being the fair value at the date of revaluation less any subsequent accumulated depreciation and impairment losses. Revaluations are performed with sufficient regularity to ensure that carrying amounts are not materially different from those that would be determined at the end of the reporting period. Fair values are determined as follows:

- Land and non-specialised buildings – market value for existing use

- Specialised buildings – depreciated replacement cost

HM Treasury has adopted a standard approach to depreciated replacement cost valuations based on modern equivalent assets and, where it would meet the location requirements of the service being provided, an alternative site can be valued. NHS Wales' organisations have applied these new valuation requirements from 1 April 2009.

Properties in the course of construction for service or administration purposes are carried at cost, less any impairment loss. Cost includes professional fees but not borrowing costs, which are recognised as expenses immediately, as allowed by IAS 23 for assets held at fair value. Assets are revalued and depreciation commences when they are brought into use.

In 2017-18 a formal revaluation exercise was applied to land and properties. The carrying value of existing assets at that date will be written off over their remaining useful lives and new fixtures and equipment are carried at depreciated historic cost as this is not considered to be materially different from fair value.

An increase arising on revaluation is taken to the revaluation reserve except when it reverses an impairment for the same asset previously recognised in expenditure, in which case it is credited to expenditure to the extent of the decrease previously charged there. A revaluation decrease that does not result from a loss of economic value or service potential is recognised as an impairment charged to the revaluation reserve to the extent that there is a balance on the reserve for the asset and, thereafter, to expenditure. Impairment losses that arise from a clear consumption of economic benefit should be taken to expenditure.

References in IAS 36 to the recognition of an impairment loss of a revalued asset being treated as a revaluation decrease to the extent that the impairment does not exceed the amount in the revaluation surplus for the same asset, are adapted such that only those impairment losses that do not result from a clear consumption of economic benefit or reduction of service potential (including as a result of loss or damage resulting from normal business operations) should be taken to the revaluation reserve. Impairment losses that arise from a clear consumption of economic benefit should be taken to the Statement of Comprehensive Net Expenditure (SoCNE).

From 2015-16, IFRS 13 Fair Value Measurement must be complied with in full. However IAS 16 and IAS 38 have been adapted for the public sector context which limits the circumstances under which a valuation is prepared under IFRS 13. Assets which are held for their service potential and are in use should be measured at their current value in existing use. For specialised assets current value in existing use should be interpreted as the present value of the assets remaining service potential, which can be assumed to be at least equal to the cost of replacing that service potential. Where there is no single class of asset that falls within IFRS 13, disclosures should be for material items only.

In accordance with the adaptation of IAS 16 in table 6.2 of the FReM, for non-specialised assets in operational use, current value in existing use is interpreted as market value for existing use which is defined in the RICS Red Book as Existing Use Value (EUV).

Assets which were most recently held for their service potential but are surplus should be valued at current value in existing use, if there are restrictions on the NHS organisation or the asset which would prevent access to the market at the reporting date. If the NHS organisation could access the market then the surplus asset should be used at fair value using IFRS 13. In determining whether such an asset which is not in use is surplus, an assessment should be made on whether there is a clear plan to bring the asset back into use as an operational asset. Where there is a clear plan, the asset is not surplus and the current value in existing use should be maintained. Otherwise the asset should be assessed as being surplus and valued under IFRS13.

Assets which are not held for their service potential should be valued in accordance with IFRS 5 or IAS 40 depending on whether the asset is actively held for sale. Where an asset is not being used to deliver

services and there is no plan to bring it back into use, with no restrictions on sale, and it does not meet the IAS 40 and IFRS 5 criteria, these assets are surplus and are valued at fair value using IFRS 13.

Assets which are not held for their service potential should be valued in accordance with IFRS 5 or IAS 40 depending on whether the asset is actively held for sale. Where an asset is not being used to deliver services and there is no plan to bring it back into use, with no restrictions on sale, and it does not meet the IAS 40 and IFRS 5 criteria, these assets are surplus and are valued at fair value using IFRS 13.

1.6.3. Subsequent expenditure

Where subsequent expenditure enhances an asset beyond its original specification, the directly attributable cost is capitalised. Where subsequent expenditure restores the asset to its original specification, the expenditure is capitalised and any carrying value of the item replaced is written-out and charged to the SoCNE. As highlighted in previous years the NHS in Wales does not have systems in place to ensure that all items being "replaced" can be identified and hence the cost involved to be quantified. The NHS in Wales has thus established a national protocol to ensure it complies with the standard as far as it is able to which is outlined in the capital accounting chapter of the Manual For Accounts. This dictates that to ensure that asset carrying values are not materially overstated. For All Wales Capital Schemes that are completed in a financial year, NHS Wales organisations are required to obtain a revaluation during that year (prior to them being brought into use) and also similar revaluations are needed for all Discretionary Building Schemes completed which have a spend greater than £0.5m. The write downs so identified are then charged to operating expenses.

1.7. Intangible assets

1.7.1. Recognition

Intangible assets are non-monetary assets without physical substance, which are capable of sale separately from the rest of the business or which arise from contractual or other legal rights. They are recognised only when it is probable that future economic benefits will flow to, or service potential be provided to, the NHS Wales organisation; where the cost of the asset can be measured reliably, and where the cost is at least £5,000.

Intangible assets acquired separately are initially recognised at fair value. Software that is integral to the operating of hardware, for example an operating system, is capitalised as part of the relevant item of property, plant and equipment. Software that is not integral to the operation of hardware, for example application software, is capitalised as an intangible asset. Expenditure on research is not capitalised: it is recognised as an operating expense in the period in which it is incurred. Internally-generated assets are recognised if, and only if, all of the following have been demonstrated:

- the technical feasibility of completing the intangible asset so that it will be available for use.
- the intention to complete the intangible asset and use it.
- the ability to use the intangible asset.
- how the intangible asset will generate probable future economic benefits.
- the availability of adequate technical, financial and other resources to complete the intangible asset and use it.
- the ability to measure reliably the expenditure attributable to the intangible asset during its development.

Measurement

The amount initially recognised for internally-generated intangible assets is the sum of the expenditure incurred from the date when the criteria above are initially met. Where no internally-generated intangible asset can be recognised, the expenditure is recognised in the period in which it is incurred.

Following initial recognition, intangible assets are carried at fair value by reference to an active market, or, where no active market exists, at amortised replacement cost (modern equivalent assets basis), indexed for relevant price increases, as a proxy for fair value. Internally-developed software is held at historic cost to reflect the opposing effects of increases in development costs and technological advances.

1.8. Depreciation, amortisation and impairments

Freehold land, assets under construction and assets held for sale are not depreciated.

Otherwise, depreciation and amortisation are charged to write off the costs or valuation of property, plant and equipment and intangible non-current assets, less any residual value, over their estimated useful lives, in a manner that reflects the consumption of economic benefits or service potential of the assets. The estimated useful life of an asset is the period over which the NHS Wales Organisation expects to obtain economic benefits or service potential from the asset. This is specific to the NHS Wales organisation and may be shorter than the physical life of the asset itself. Estimated useful lives and residual values are reviewed each year end, with the effect of any changes recognised on a prospective basis. Assets held under finance leases are depreciated over the shorter of the lease term and estimated useful lives.

At each reporting period end, the NHS Wales organisation checks whether there is any indication that any of its tangible or intangible non-current assets have suffered an impairment loss. If there is indication of an impairment loss, the recoverable amount of the asset is estimated to determine whether there has been a loss and, if so, its amount. Intangible assets not yet available for use are tested for impairment annually.

Impairment losses that do not result from a loss of economic value or service potential are taken to the revaluation reserve to the extent that there is a balance on the reserve for the asset and, thereafter, to the SoCNE. Impairment losses that arise from a clear consumption of economic benefit are taken to the SoCNE. The balance on any revaluation reserve (up to the level of the impairment) to which the impairment would have been charged under IAS 36 are transferred to retained earnings.

1.9. Research and Development

Research and development expenditure is charged to operating costs in the year in which it is incurred, except insofar as it relates to a clearly defined project, which can be separated from patient care activity and benefits there from can reasonably be regarded as assured. Expenditure so deferred is limited to the value of future benefits expected and is amortised through the SoCNE on a systematic basis over the period expected to benefit from the project.

1.10 Non-current assets held for sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met when the sale is highly probable, the asset is available for immediate sale in its present condition and management is committed to the sale, which is expected to qualify for recognition as a completed sale,

within one year from the date of classification. Non-current assets held for sale are measured at the lower of their previous carrying amount and fair value less costs to sell. Fair value is open market value including alternative uses.

The profit or loss arising on disposal of an asset is the difference between the sale proceeds and the carrying amount and is recognised in the SoCNE. On disposal, the balance for the asset on the revaluation reserve, is transferred to the General Fund.

Property, plant and equipment that is to be scrapped or demolished does not qualify for recognition as held for sale. Instead it is retained as an operational asset and its economic life adjusted. The asset is derecognised when it is scrapped or demolished.

1.11. Leases

Leases are classified as finance leases when substantially all the risks and rewards of ownership are transferred to the lessee. All other leases are classified as operating leases.

1.11.1. The NHS Wales organisation as lessee

Property, plant and equipment held under finance leases are initially recognised, at the inception of the lease, at fair value or, if lower, at the present value of the minimum lease payments, with a matching liability for the lease obligation to the lessor. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly to the SoCNE.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term. Lease incentives are recognised initially as a liability and subsequently as a reduction of rentals on a straight-line basis over the lease term. Contingent rentals are recognised as an expense in the period in which they are incurred.

Where a lease is for land and buildings, the land and building components are separated and individually assessed as to whether they are operating or finance leases.

1.11.2. The NHS Wales organisation as lessor

Amounts due from lessees under finance leases are recorded as receivables at the amount of the NHS Wales organisation net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the NHS Wales organisation's net investment outstanding in respect of the leases.

Rental income from operating leases is recognised on a straight-line basis over the term of the lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

1.12. Inventories

Whilst it is accounting convention for inventories to be valued at the lower of cost and net realisable value using the weighted average or "first-in first-out" cost formula, it should be recognised that the NHS is a special case in that inventories are not generally held for the intention of resale and indeed there is no market readily available where such items could be sold. Inventories are valued at cost and this is

considered to be a reasonable approximation to fair value due to the high turnover of stocks. Work-in-progress comprises goods in intermediate stages of production. Partially completed contracts for patient services are not accounted for as work-in-progress.

1.13. Cash and cash equivalents

Cash is cash in hand and deposits with any financial institution repayable without penalty on notice of not more than 24 hours. Cash equivalents are investments that mature in 3 months or less from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value. In the Statement of Cash flows (SoCF), cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and that form an integral part of the cash management.

1.14. Provisions

Provisions are recognised when the NHS Wales organisation has a present legal or constructive obligation as a result of a past event, it is probable that the NHS Wales organisation will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the expenditure required to settle the obligation at the end of the reporting period, taking into account the risks and uncertainties. Where a provision is measured using the cash flows estimated to settle the obligation, its carrying amount is the present value of those cash flows using the discount rate supplied by HM Treasury.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognised as an asset if it is virtually certain that reimbursements will be received and the amount of the receivable can be measured reliably.

Present obligations arising under onerous contracts are recognised and measured as a provision. An onerous contract is considered to exist where the NHS Wales organisation has a contract under which the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it.

A restructuring provision is recognised when the NHS Wales organisation has developed a detailed formal plan for the restructuring and has raised a valid expectation in those affected that it will carry out the restructuring by starting to implement the plan or announcing its main features to those affected by it. The measurement of a restructuring provision includes only the direct expenditures arising from the restructuring, which are those amounts that are both necessarily entailed by the restructuring and not associated with ongoing activities of the entity.

1.14.1. Clinical negligence and personal injury costs

The Welsh Risk Pool Services (WRPS) operates a risk pooling scheme which is co-funded by the Welsh Government with the option to access a risk sharing agreement funded by the participative NHS Wales bodies. The risk sharing option was implemented in both 2020-21 and 2019-20. The WRP is hosted by Velindre NHS Trust.

1.15. Financial Instruments

From 2018-19 IFRS 9 Financial Instruments has applied, as interpreted and adapted for the public sector, in the FReM. The principal impact of IFRS 9 adoption by NHS Wales' organisations, was to change the calculation basis for bad debt provisions, changing from an incurred loss basis to a lifetime expected credit loss (ECL) basis.

All entities applying the FReM recognised the difference between previous carrying amount and the carrying amount at the beginning of the annual reporting period that included the date of initial application in the opening general fund within Taxpayer's equity.

1.16. Financial assets

Financial assets are recognised on the SoFP when the NHS Wales organisation becomes party to the financial instrument contract or, in the case of trade receivables, when the goods or services have been delivered. Financial assets are derecognised when the contractual rights have expired or the asset has been transferred.

The accounting policy choice allowed under IFRS 9 for long term trade receivables, contract assets which do contain a significant financing component (in accordance with IFRS 15), and lease receivables within the scope of IAS 17 has been withdrawn and entities should always recognise a loss allowance at an amount equal to lifetime Expected Credit Losses. All entities applying the FReM should utilise IFRS 9's simplified approach to impairment for relevant assets.

IFRS 9 requirements required a revised approach for the calculation of the bad debt provision, applying the principles of expected credit loss, using the practical expedients within IFRS 9 to construct a provision matrix.

1.16.1. Financial assets are initially recognised at fair value

Financial assets are classified into the following categories: financial assets 'at fair value through SoCNE'; 'held to maturity investments'; 'available for sale' financial assets, and 'loans and receivables'. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

1.16.2. Financial assets at fair value through SoCNE

Embedded derivatives that have different risks and characteristics to their host contracts, and contracts with embedded derivatives whose separate value cannot be ascertained, are treated as financial assets at fair value through SoCNE. They are held at fair value, with any resultant gain or loss recognised in the SoCNE. The net gain or loss incorporates any interest earned on the financial asset.

1.16.3 Held to maturity investments

Held to maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity, and there is a positive intention and ability to hold to maturity. After initial recognition, they are held at amortised cost using the effective interest method, less any impairment. Interest is recognised using the effective interest method.

1.16.4. Available for sale financial assets

Available for sale financial assets are non-derivative financial assets that are designated as available for sale or that do not fall within any of the other three financial asset classifications. They are measured at fair value with changes in value taken to the revaluation reserve, with the exception of impairment losses. Accumulated gains or losses are recycled to the SoCNE on de-recognition.

1.16.5. Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments which are not quoted in an active market. After initial recognition, they are measured at amortised cost using the effective interest method, less any impairment. Interest is recognised using the effective interest method.

Fair value is determined by reference to quoted market prices where possible, otherwise by valuation techniques.

The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, to the net carrying amount of the financial asset.

At the SOFP date, the NHS Wales organisation assesses whether any financial assets, other than those held at 'fair value through profit and loss' are impaired. Financial assets are impaired and impairment losses recognised if there is objective evidence of impairment as a result of one or more events which occurred after the initial recognition of the asset and which has an impact on the estimated future cash flows of the asset.

For financial assets carried at amortised cost, the amount of the impairment loss is measured as the difference between the asset's carrying amount and the present value of the revised future cash flows discounted at the asset's original effective interest rate. The loss is recognised in the SoCNE and the carrying amount of the asset is reduced directly, or through a provision of impairment of receivables.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through the SoCNE to the extent that the carrying amount of the receivable at the date of the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

1.17. Financial liabilities

Financial liabilities are recognised on the SOFP when the NHS Wales organisation becomes party to the contractual provisions of the financial instrument or, in the case of trade payables, when the goods or services have been received. Financial liabilities are de-recognised when the liability has been discharged, that is, the liability has been paid or has expired.

1.17.1. Financial liabilities are initially recognised at fair value

Financial liabilities are classified as either financial liabilities at fair value through the SoCNE or other financial liabilities.

1.17.2. Financial liabilities at fair value through the SoCNE

Embedded derivatives that have different risks and characteristics to their host contracts, and contracts with embedded derivatives whose separate value cannot be ascertained, are treated as financial liabilities at fair value through profit and loss. They are held at fair value, with any resultant gain or loss recognised in the SoCNE. The net gain or loss incorporates any interest earned on the financial asset.

1.17.3. Other financial liabilities

After initial recognition, all other financial liabilities are measured at amortised cost using the effective interest method. The effective interest rate is the rate that exactly discounts estimated future cash payments through the life of the asset, to the net carrying amount of the financial liability. Interest is recognised using the effective interest method.

1.18. Value Added Tax (VAT)

Most of the activities of the NHS Wales organisation are outside the scope of VAT and, in general, output tax does not apply and input tax on purchases is not recoverable. Irrecoverable VAT is charged to the relevant expenditure category or included in the capitalised purchase cost of fixed assets. Where output tax is charged or input VAT is recoverable, the amounts are stated net of VAT.

1.19. Foreign currencies

Transactions denominated in a foreign currency are translated into sterling at the exchange rate ruling on the dates of the transactions. Resulting exchange gains and losses are taken to the SoCNE. At the SoFP date, monetary items denominated in foreign currencies are retranslated at the rates prevailing at the reporting date.

1.20. Third party assets

Assets belonging to third parties (such as money held on behalf of patients) are not recognised in the accounts since the NHS Wales organisation has no beneficial interest in them. Details of third party assets are given in the Notes to the accounts.

1.21. Losses and Special Payments

Losses and special payments are items that the Welsh Government would not have contemplated when it agreed funds for the health service or passed legislation. By their nature they are items that ideally should not arise. They are therefore subject to special control procedures compared with the generality of payments. They are divided into different categories, which govern the way each individual case is handled.

Losses and special payments are charged to the relevant functional headings in the SoCNE on an accruals basis, including losses which would have been made good through insurance cover had the NHS Wales organisation not been bearing their own risks (with insurance premiums then being included as normal revenue expenditure). However, the note on losses and special payments is compiled directly from the losses register which is prepared on a cash basis.

The NHS Wales organisation accounts for all losses and special payments gross (including assistance from the WRP).

The NHS Wales organisation accrues or provides for the best estimate of future pay-outs for certain liabilities and discloses all other potential payments as contingent liabilities, unless the probability of the liabilities becoming payable is remote.

All claims for losses and special payments are provided for, where the probability of settlement of an individual claim is over 50%. Where reliable estimates can be made, incidents of clinical negligence against which a claim has not, as yet, been received are provided in the same way. Expected reimbursements from the WRP are included in debtors. For those claims where the probability of settlement is between 5- 50%, the liability is disclosed as a contingent liability.

1.22. Pooled budget

Neither WHSSC or EASC have any pooled budgets.

1.23. Critical Accounting Judgements and key sources of estimation uncertainty

In the application of the accounting policies, management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources.

For WHSSC, the critical accounting judgements and estimates within these accounts are contained within the cross border tertiary and quaternary contractual agreements with NHS England organisations. This involves a financial evaluation of the uncertainties surrounding the end of year contract flow of funds. In doing so management is required to predict performance trends for a number of low volume but exceptionally high cost procedures and treatments.

Actual results may differ from those estimates. The estimates and underlying assumptions are continually reviewed. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or the period of the revision and future periods if the revision affects both current and future periods.

1.25 Private Finance Initiative (PFI) transactions

The committees DO NOT HOLD ANY PFI ASSETS. The following is to outline the principles that may be used in this situation.

HM Treasury has determined that government bodies shall account for infrastructure PFI schemes where the government body controls the use of the infrastructure and the residual interest in the infrastructure at the end of the arrangement as service concession arrangements, following the principles of the requirements of IFRIC 12. The NHS Wales organisation therefore recognises the PFI asset as an item of property, plant and equipment together with a liability to pay for it. The services received under the contract are recorded as operating expenses.

The annual unitary payment is separated into the following component parts, using appropriate estimation techniques where necessary:

- a) Payment for the fair value of services received;
- b) Payment for the PFI asset, including finance costs; and
- c) Payment for the replacement of components of the asset during the contract 'lifecyle replacement'.

1.25.1. Services received

The fair value of services received in the year is recorded under the relevant expenditure headings within 'operating expenses'.

1.25.2. PFI asset

The PFI assets are recognised as property, plant and equipment, when they come into use. The assets are measured initially at fair value in accordance with the principles of IAS 17. Subsequently, the assets are measured at fair value, which is kept up to date in accordance with the NHS Wales organisation's approach for each relevant class of asset in accordance with the principles of IAS 16.

1.25.2. PFI liability

A PFI liability is recognised at the same time as the PFI assets are recognised. It is measured initially at the same amount as the fair value of the PFI assets and is subsequently measured as a finance lease liability in accordance with IAS 17.

An annual finance cost is calculated by applying the implicit interest rate in the lease to the opening lease liability for the period, and is charged to 'Finance Costs' within the SoCNE.

The element of the annual unitary payment that is allocated as a finance lease rental is applied to meet the annual finance cost and to repay the lease liability over the contract term.

An element of the annual unitary payment increase due to cumulative indexation is allocated to the finance lease. In accordance with IAS 17, this amount is not included in the minimum lease payments, but is instead treated as contingent rent and is expensed as incurred. In substance, this amount is a finance cost in respect of the liability and the expense is presented as a contingent finance cost in the SoCNE.

1.25.3. Lifecycle replacement

Components of the asset replaced by the operator during the contract ('lifecycle replacement') are capitalised where they meet the NHS Wales organisation's criteria for capital expenditure. They are capitalised at the time they are provided by the operator and are measured initially at their fair value.

The element of the annual unitary payment allocated to lifecycle replacement is pre-determined for each year of the contract from the operator's planned programme of lifecycle replacement. Where the lifecycle component is provided earlier or later than expected, a short-term finance lease liability or prepayment is recognised respectively.

Where the fair value of the lifecycle component is less than the amount determined in the contract, the difference is recognised as an expense when the replacement is provided. If the fair value is greater than the amount determined in the contract, the difference is treated as a 'free' asset and a deferred income balance is recognised. The deferred income is released to the operating income over the shorter of the remaining contract period or the useful economic life of the replacement component.

1.25.4. Assets contributed by the NHS Wales organisation to the operator for use in the scheme

Assets contributed for use in the scheme continue to be recognised as items of property, plant and equipment in the NHS Wales organisation's SoFP.

1.25.5. Other assets contributed by the NHS Wales organisation to the operator

Assets contributed (e.g. cash payments, surplus property) by the NHS Wales organisation to the operator before the asset is brought into use, which are intended to defray the operator's capital costs, are recognised initially as prepayments during the construction phase of the contract. Subsequently, when the asset is made available to the NHS Wales organisation, the prepayment is treated as an initial payment towards the finance lease liability and is set against the carrying value of the liability.

A PFI liability is recognised at the same time as the PFI assets are recognised. It is measured at the present value of the minimum lease payments, discounted using the implicit interest rate. It is subsequently measured as a finance lease liability in accordance with IAS 17.

On initial recognition of the asset, the difference between the fair value of the asset and the initial liability is recognised as deferred income, representing the future service potential to be received by the NHS Wales organisation through the asset being made available to third party users.

1.26. Contingencies

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the NHS Wales organisation, or a present obligation that is not recognised because it is not probable that a payment will be required to settle the obligation or the amount of the obligation cannot be measured sufficiently reliably. A contingent liability is disclosed unless the possibility of a payment is remote.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the NHS Wales organisation. A contingent asset is disclosed where an inflow of economic benefits is probable.

Where the time value of money is material, contingencies are disclosed at their present value.

Remote contingent liabilities are those that are disclosed under Parliamentary reporting requirements and not under IAS 37 and, where practical, an estimate of their financial effect is required.

1.27. Absorption accounting

Transfers of function are accounted for as either by merger or by absorption accounting dependent upon the treatment prescribed in the FReM. Absorption accounting requires that entities account for their transactions in the period in which they took place with no restatement of performance required.

Where transfer of function is between LHBs the gain or loss resulting from the assets and liabilities transferring is recognised in the SoCNE and is disclosed separately from the operating costs.

1.28. Accounting standards that have been issued but not yet been adopted

The following accounting standards have been issued and or amended by the IASB and IFRIC but have not been adopted because they are not yet required to be adopted by the FReM

IFRS14 Regulatory Deferral Accounts

Applies to first time adopters of IFRS after 1 January 2016. Therefore not applicable.

IFRS 16 Leases is to be effective from 1st April 2022.

IFRS 17 Insurance Contracts, Application required for accounting periods beginning on or after 1 January 2021, but not yet adopted by the FReM: early adoption is not therefore permitted.

1.29. Accounting standards issued that have been adopted early

During 2020-21 there have been no accounting standards that have been adopted early. All early adoption of accounting standards will be led by HM Treasury.

2. Financial Duties Performance

The National Health Service Finance (Wales) Act 2014 came into effect from 1 April 2014. The Act amended the financial duties of Local Health Boards under section 175 of the National Health Service (Wales) Act 2006. From 1 April 2014 section 175 of the National Health Service (Wales) Act places two financial duties on Local Health Boards:

- A duty under section 175 (1) to secure that its expenditure does not exceed the aggregate of the funding allotted to it over a period of 3 financial years
- A duty under section 175 (2A) to prepare a plan in accordance with planning directions issued by the Welsh Ministers, to secure compliance with the duty under section 175 (1) while improving the health of the people for whom it is responsible, and the provision of health care to such people, and for that plan to be submitted to and approved by the Welsh Ministers.

The first assessment of performance against the 3 year statutory duty under section 175 (1) was at the end of 2016-17, being the first 3 year period of assessment.

Welsh Health Circular WHC/2016/054 "Statutory and Financial Duties of Local Health Boards and NHS Trusts" clarifies the statutory financial duties of NHS Wales bodies effective from 2016-17.

2.1 Revenue Resource Performance

| | Annual financial performance | | | |
|---|------------------------------|------------------|------------------|----------------|
| | 2018-19 £'000 | 2019-20 £'000 | 2020-21 £'000 | Total £'000 |
| Net operating costs for the year | 0 | 0 | 0 | 0 |
| Less general ophthalmic services expenditure and other non-cash limited expenditure | 0 | 0 | 0 | 0 |
| Less revenue consequences of bringing PFI schemes onto SoFP | 0 | 0 | 0 | 0 |
| Total operating expenses | 0 | 0 | 0 | 0 |
| Revenue Resource Allocation | 0 | 0 | 0 | 0 |
| Under /(over) spend against Allocation | 0 | 0 | 0 | 0 |

2.2 Capital Resource Performance

| | 2018-19 | 2019-20 | 2020-21 | Total |
|--|---------|---------|---------|-------|
| | £'000 | £'000 | £'000 | £'000 |
| Gross capital expenditure | 0 | 0 | 0 | 0 |
| Add: Losses on disposal of donated assets | 0 | 0 | 0 | 0 |
| Less NBV of property, plant and equipment and intangible assets disposed | 0 | 0 | 0 | 0 |
| Less capital grants received | 0 | 0 | 0 | 0 |
| Less donations received | 0 | 0 | 0 | 0 |
| Charge against Capital Resource Allocation | 0 | 0 | 0 | 0 |
| Capital Resource Allocation | 0 | 0 | 0 | 0 |
| (Over) / Underspend against Capital Resource Allocation | 0 | 0 | 0 | 0 |

xxx University LHB has/ has not met its financial duty to break-even against its Capital Resource Limit over the 3 years 2018-19 to 2020-21.

2.3 Duty to prepare a 3 year plan

The WHSSC Joint Committee of Health Boards has agreed an Integrated Medium Term Plan, which was submitted to Welsh Government on 31st January 2020 and was subsequently approved.

On 6th January 2020, the Joint Committee approved the ongoing 2020-2023 3 year plan, which has also been submitted to and approved by Welsh Government.

2.4 Creditor payment

The LHB is required to pay 95% of the number of non-NHS bills within 30 days of receipt of goods or a valid invoice (whichever is the later). The LHB has achieved the following results:

| | 2020-21 | 2019-20 |
|--|----------------|---------|
| Total number of non-NHS bills paid | 2,411 | 4,893 |
| Total number of non-NHS bills paid within target | 2,402 | 4,826 |
| Percentage of non-NHS bills paid within target | 99.6% | 98.6% |

The LHB has/has not met the target.

3. Analysis of gross operating costs

3.1 Expenditure on Primary Healthcare Services

| | Cash limited £'000 | Non-cash limited £'000 | 2020-21 Total £'000 | 2019-20 £'000 |
|---------------------------------------|--------------------------|------------------------------|---------------------------|------------------|
| General Medical Services | 0 | | 0 | 0 |
| Pharmaceutical Services | 0 | 0 | 0 | 0 |
| General Dental Services | 0 | | 0 | 0 |
| General Ophthalmic Services | 0 | 0 | 0 | 0 |
| Other Primary Health Care expenditure | 0 | | 0 | 0 |
| Prescribed drugs and appliances | 0 | | 0 | 0 |
| Total | 0 | 0 | 0 | 0 |

3.2 Expenditure on healthcare from other providers

| | 2020-21 £'000 | 2019-20 £'000 |
|---|------------------|------------------|
| Goods and services from other NHS Wales Health Boards | 453,310 | 414,942 |
| Goods and services from other NHS Wales Trusts | 219,459 | 205,356 |
| Goods and services from Health Education and Improvement Wales (HEIW) | 0 | 0 |
| Goods and services from other non Welsh NHS bodies | 159,422 | 142,362 |
| Goods and services from WHSSC / EASC | 0 | 0 |
| Local Authorities | 0 | 0 |
| Voluntary organisations | 4,323 | 3,986 |
| NHS Funded Nursing Care | 0 | 0 |
| Continuing Care | 0 | 0 |
| Private providers | 50,502 | 20,697 |
| Specific projects funded by the Welsh Government | 0 | 0 |
| Other | 0 | 0 |
| Total | 887,016 | 787,343 |

COVID 19 related expenditure Included within Private Providers £000's

| | |
|---|---------|
| Expenditure securing additional independent sector capacity | £22,690 |
| Expenditure securing additional mental health bed capacity | £3,773 |

3.3 Expenditure on Hospital and Community Health Services

| | 2020-21 | 2019-20 |
|---|--------------|--------------|
| | £'000 | £'000 |
| | | Reclassified |
| Directors' costs | 0 | 0 |
| Operational Staff costs | 6,731 | 5,963 |
| Single lead employer Staff Trainee Cost | 0 | 0 |
| Collaborative Bank Staff Cost | 0 | 0 |
| Supplies and services - clinical | 9 | 181 |
| Supplies and services - general | 0 | 0 |
| Consultancy Services | 1,030 | 149 |
| Establishment | 119 | 340 |
| Transport | 0 | 0 |
| Premises | 630 | 648 |
| External Contractors | 0 | 0 |
| Depreciation | 0 | 0 |
| Amortisation | 0 | 0 |
| Fixed asset impairments and reversals (Property, plant & equipment) | 0 | 0 |
| Fixed asset impairments and reversals (Intangible assets) | 0 | 0 |
| Impairments & reversals of financial assets | 0 | 0 |
| Impairments & reversals of non-current assets held for sale | 0 | 0 |
| Audit fees | 50 | 50 |
| Other auditors' remuneration | 0 | 0 |
| Losses, special payments and irrecoverable debts | 0 | 0 |
| Research and Development | 0 | 0 |
| Other operating expenses | 20 | 30 |
| Total | 8,589 | 7,361 |

3.4 Losses, special payments and irrecoverable debts: charges to operating expenses

| | 2020-21 | 2019-20 |
|--|----------|----------|
| | £'000 | £'000 |
| Increase/(decrease) in provision for future payments: | | |
| Clinical negligence; | | |
| Secondary care | 0 | 0 |
| Primary care | 0 | 0 |
| Redress Secondary Care | 0 | 0 |
| Redress Primary Care | 0 | 0 |
| Personal injury | 0 | 0 |
| All other losses and special payments | 0 | 0 |
| Defence legal fees and other administrative costs | 0 | 0 |
| Gross increase/(decrease) in provision for future payments | 0 | 0 |
| Contribution to Welsh Risk Pool | 0 | 0 |
| Premium for other insurance arrangements | 0 | 0 |
| Irrecoverable debts | 0 | 0 |
| Less: income received/due from Welsh Risk Pool | 0 | 0 |
| Total | 0 | 0 |

| | 2020-21 | 2019-20 |
|---|---------|---------|
| | £ | £ |
| Permanent injury included within personal injury £: | 0 | 0 |

4. Miscellaneous Income

| | 2020-21 £'000 | 2019-20 £'000 |
|---|------------------|------------------|
| Local Health Boards | 893,405 | 794,162 |
| Welsh Health Specialised Services Committee (WHSSC)/Emergency Ambulance Services Committee (EASC) | 0 | 0 |
| NHS Wales trusts | 96 | 122 |
| Health Education and Improvement Wales (HEIW) | 0 | 0 |
| Foundation Trusts | 0 | 0 |
| Other NHS England bodies | 0 | 0 |
| Other NHS Bodies | 0 | 0 |
| Local authorities | 0 | 0 |
| Welsh Government | 730 | 145 |
| Welsh Government Hosted bodies | 0 | 0 |
| Non NHS: | | |
| Prescription charge income | 0 | 0 |
| Dental fee income | 0 | 0 |
| Private patient income | 0 | 0 |
| Overseas patients (non-reciprocal) | 0 | 0 |
| Injury Costs Recovery (ICR) Scheme | 0 | 0 |
| Other income from activities | 1,374 | 275 |
| Patient transport services | 0 | 0 |
| Education, training and research | 0 | 0 |
| Charitable and other contributions to expenditure | 0 | 0 |
| Receipt of donated assets | 0 | 0 |
| Receipt of Government granted assets | 0 | 0 |
| Non-patient care income generation schemes | 0 | 0 |
| NHS Wales Shared Services Partnership (NWSSP) | 0 | 0 |
| Deferred income released to revenue | 0 | 0 |
| Contingent rental income from finance leases | 0 | 0 |
| Rental income from operating leases | 0 | 0 |
| Other income: | | |
| Provision of laundry, pathology, payroll services | 0 | 0 |
| Accommodation and catering charges | 0 | 0 |
| Mortuary fees | 0 | 0 |
| Staff payments for use of cars | 0 | 0 |
| Business Unit | 0 | 0 |
| Other | 0 | 0 |
| Total | 895,605 | 794,704 |
| Other income Includes; | | |
| Please detail | 0 | 0 |
| | 0 | 0 |
| | 0 | 0 |
| | 0 | 0 |
| | 0 | 0 |
| | 0 | 0 |
| Total | 0 | 0 |
| Welsh Government Covid 19 income included in total above;: | 0 | |

5. Investment Revenue

| | 2020-21 £000 | 2019-20 £000 |
|-----------------------------|-----------------|-----------------|
| Rental revenue : | | |
| PFI Finance lease income | | |
| planned | 0 | 0 |
| contingent | 0 | 0 |
| Other finance lease revenue | 0 | 0 |
| Interest revenue : | | |
| Bank accounts | 0 | 0 |
| Other loans and receivables | 0 | 0 |
| Impaired financial assets | 0 | 0 |
| Other financial assets | 0 | 0 |
| Total | <u>0</u> | <u>0</u> |

6. Other gains and losses

| | 2020-21 £000 | 2019-20 £000 |
|--|-----------------|-----------------|
| Gain/(loss) on disposal of property, plant and equipment | 0 | 0 |
| Gain/(loss) on disposal of intangible assets | 0 | 0 |
| Gain/(loss) on disposal of assets held for sale | 0 | 0 |
| Gain/(loss) on disposal of financial assets | 0 | 0 |
| Change on foreign exchange | 0 | 0 |
| Change in fair value of financial assets at fair value through SoCNE | 0 | 0 |
| Change in fair value of financial liabilities at fair value through SoCNE | 0 | 0 |
| Recycling of gain/(loss) from equity on disposal of financial assets held for sale | 0 | 0 |
| Total | <u>0</u> | <u>0</u> |

7. Finance costs

| | 2020-21 £000 | 2019-20 £000 |
|--|-----------------|-----------------|
| Interest on loans and overdrafts | 0 | 0 |
| Interest on obligations under finance leases | 0 | 0 |
| Interest on obligations under PFI contracts | | |
| main finance cost | 0 | 0 |
| contingent finance cost | 0 | 0 |
| Interest on late payment of commercial debt | 0 | 0 |
| Other interest expense | 0 | 0 |
| Total interest expense | <u>0</u> | <u>0</u> |
| Provisions unwinding of discount | 0 | 0 |
| Other finance costs | 0 | 0 |
| Total | <u>0</u> | <u>0</u> |

8. Operating leases

LHB as lessee

WHSSC

Unit G1 The Willowford

5 years to break clause from 10th June 2019

EASC

Unit 1 Charnwood Court

10 years from 23rd March 2017

Payments recognised as an expense

| | 2020-21 | 2019-20 |
|------------------------|------------|------------|
| | £000 | £000 |
| Minimum lease payments | 176 | 136 |
| Contingent rents | 0 | 0 |
| Sub-lease payments | 0 | 0 |
| Total | 176 | 136 |

Total future minimum lease payments

| | £000 | £000 |
|----------------------------|------------|------------|
| Payable | | |
| Not later than one year | 176 | 176 |
| Between one and five years | 523 | 623 |
| After 5 years | 75 | 150 |
| Total | 774 | 949 |

LHB as lessor

Rental revenue

| | £000 | £000 |
|-----------------------------|----------|----------|
| Rent | 0 | 0 |
| Contingent rents | 0 | 0 |
| Total revenue rental | 0 | 0 |

Total future minimum lease payments

| | £000 | £000 |
|----------------------------|----------|----------|
| Receivable | | |
| Not later than one year | 0 | 0 |
| Between one and five years | 0 | 0 |
| After 5 years | 0 | 0 |
| Total | 0 | 0 |

9. Employee benefits and staff numbers

| 9.1 Employee costs | Permanent Staff | Staff on Inward Secondment | Agency Staff | Specialist Trainee (SLE) | Collaborative Bank Staff | Other | Total | 2019-20 |
|--|-----------------|----------------------------|--------------|--------------------------|--------------------------|-----------|--------------|--------------|
| | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 |
| Salaries and wages | 4,690 | 501 | 67 | 0 | 0 | 22 | 5,279 | 4,675 |
| Social security costs | 528 | 55 | 0 | 0 | 0 | 0 | 583 | 503 |
| Employer contributions to NHS Pension Scheme | 791 | 77 | 0 | 0 | 0 | 0 | 869 | 785 |
| Other pension costs | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other employment benefits | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Termination benefits | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 6,008 | 633 | 67 | 0 | 0 | 22 | 6,731 | 5,963 |

| | | | | | | | | |
|--------------------|--|--|--|--|--|--|--------------|--------------|
| Charged to capital | | | | | | | 0 | 0 |
| Charged to revenue | | | | | | | 6,731 | 5,963 |
| | | | | | | | 6,731 | 5,963 |

Net movement in accrued employee benefits (untaken staff leave accrual included above)

Covid 19 Net movement in accrued employee benefits (untaken staff leave accrual included in above)

9.2 Average number of employees

| | Permanent Staff | Staff on Inward Secondment | Agency Staff | Specialist Trainee (SLE) | Collaborative Bank Staff | Other | Total | 2019-20 |
|---|-----------------|----------------------------|--------------|--------------------------|--------------------------|-------------|--------------|--------------|
| | Number | Number | Number | Number | Number | Number | Number | Number |
| Administrative, clerical and board members | 75.53 | 9.38 | 0.90 | 0.00 | 0.00 | 0.00 | 85.81 | 83.00 |
| Medical and dental | 3.44 | 0.25 | 0.00 | 0.00 | 0.00 | 0.00 | 3.69 | 4.00 |
| Nursing, midwifery registered | 4.97 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 4.97 | 6.00 |
| Professional, Scientific, and technical staff | 0.40 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.40 | 0.00 |
| Additional Clinical Services | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Allied Health Professions | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Healthcare Scientists | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Estates and Ancillary | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Students | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Total | 84.34 | 9.63 | 0.90 | 0.00 | 0.00 | 0.00 | 94.87 | 93.00 |

9.3. Retirements due to ill-health

| | 2020-21 | 2019-20 |
|--------------------------------------|---------|---------|
| Number | 0 | 0 |
| Estimated additional pension costs £ | 0 | 0 |

9.4 Employee benefits

WHSSC does not have an employee benefit scheme.

Additional information regarding Note 9.1 - average number of employees

| | Total | 2019-20 |
|-----------------------------------|-----------|-----------|
| WHSSC (excluding following areas) | 58 | 60 |
| NCCU & QAIT reporting element | 33 | 28 |
| EASC - EASC reporting element | 4 | 6 |
| | 95 | 93 |

9.5 Reporting of other compensation schemes - exit packages

| Exit packages cost band (including any special payment element) | 2020-21 | 2020-21 | 2020-21 | 2020-21 | 2019-20 |
|---|-----------------------------------|----------------------------|-------------------------------|--|-------------------------------|
| | Number of compulsory redundancies | Number of other departures | Total number of exit packages | Number of departures where special payments have been made | Total number of exit packages |
| | Whole numbers only | Whole numbers only | Whole numbers only | Whole numbers only | Whole numbers only |
| less than £10,000 | 0 | 0 | 0 | 0 | 0 |
| £10,000 to £25,000 | 0 | 0 | 0 | 0 | 0 |
| £25,000 to £50,000 | 0 | 0 | 0 | 0 | 0 |
| £50,000 to £100,000 | 0 | 0 | 0 | 0 | 0 |
| £100,000 to £150,000 | 0 | 0 | 0 | 0 | 0 |
| £150,000 to £200,000 | 0 | 0 | 0 | 0 | 0 |
| more than £200,000 | 0 | 0 | 0 | 0 | 0 |
| Total | 0 | 0 | 0 | 0 | 0 |

| Exit packages cost band (including any special payment element) | 2020-21 | 2020-21 | 2020-21 | 2020-21 | 2019-20 |
|---|---------------------------------|--------------------------|-----------------------------|---|-----------------------------|
| | Cost of compulsory redundancies | Cost of other departures | Total cost of exit packages | Cost of special element included in exit packages | Total cost of exit packages |
| | £'s | £'s | £'s | £'s | £'s |
| less than £10,000 | 0 | 0 | 0 | 0 | 0 |
| £10,000 to £25,000 | 0 | 0 | 0 | 0 | 0 |
| £25,000 to £50,000 | 0 | 0 | 0 | 0 | 0 |
| £50,000 to £100,000 | 0 | 0 | 0 | 0 | 0 |
| £100,000 to £150,000 | 0 | 0 | 0 | 0 | 0 |
| £150,000 to £200,000 | 0 | 0 | 0 | 0 | 0 |
| more than £200,000 | 0 | 0 | 0 | 0 | 0 |
| Total | 0 | 0 | 0 | 0 | 0 |

| Exit costs paid in year of departure | Total paid in year 2020-21 | Total paid in year 2019-20 |
|--------------------------------------|----------------------------|----------------------------|
| | £'s | £'s |
| Exit costs paid in year | 0 | 0 |
| Total | 0 | 0 |

No redundancy or exit packages were agreed or paid in 2020-2021

9.6 Remuneration Relationship

Reporting bodies are required to disclose the relationship between the remuneration of the highest-paid director in their organisation and the median remuneration of the organisation's workforce.

WHSSC and EASC are not statutory bodies and hold no statutory responsibility. The directors of WHSSC and EASC are directors in name only and are not directors of any statutory body.

The statutory reporting body is the host organisation, Cwm Taf Morgannwg Health Board. The directors of WHSSC and EASC are not recognised as directors within the organisational structure of Cwm Taf Morgannwg Health Board.

9.7 Pension costs

PENSION COSTS

Past and present employees are covered by the provisions of the two NHS Pension Schemes. Details of the benefits payable and rules of the Schemes can be found on the NHS Pensions website at www.nhsbsa.nhs.uk/pensions. Both are unfunded defined benefit schemes that cover NHS employers, GP practices and other bodies, allowed under the direction of the Secretary of State for Health and Social Care in England and Wales. They are not designed to be run in a way that would enable NHS bodies to identify their share of the underlying scheme assets and liabilities. Therefore, each scheme is accounted for as if it were a defined contribution scheme: the cost to the NHS body of participating in each scheme is taken as equal to the contributions payable to that scheme for the accounting period.

In order that the defined benefit obligations recognised in the financial statements do not differ materially from those that would be determined at the reporting date by a formal actuarial valuation, the FReM requires that “the period between formal valuations shall be four years, with approximate assessments in intervening years”. An outline of these follows:

a) Accounting valuation

A valuation of scheme liability is carried out annually by the scheme actuary (currently the Government Actuary’s Department) as at the end of the reporting period. This utilises an actuarial assessment for the previous accounting period in conjunction with updated membership and financial data for the current reporting period, and is accepted as providing suitably robust figures for financial reporting purposes. The valuation of the scheme liability as at 31 March 2021, is based on valuation data as 31 March 2020, updated to 31 March 2021 with summary global member and accounting data. In undertaking this actuarial assessment, the methodology prescribed in IAS 19, relevant FReM interpretations, and the discount rate prescribed by HM Treasury have also been used.

The latest assessment of the liabilities of the scheme is contained in the report of the scheme actuary, which forms part of the annual NHS Pension Scheme Accounts. These accounts can be viewed on the NHS Pensions website and are published annually. Copies can also be obtained from The Stationery Office.

b) Full actuarial (funding) valuation

The purpose of this valuation is to assess the level of liability in respect of the benefits due under the schemes (taking into account recent demographic experience), and to recommend contribution rates payable by employees and employers.

The latest actuarial valuation undertaken for the NHS Pension Scheme was completed as at 31 March 2016. The results of this valuation set the employer contribution rate payable from April 2019 to 20.6% of pensionable pay. The 2016 funding valuation was also expected to test the cost of the Scheme relative to the employer cost cap that was set following the 2012 valuation.

In January 2019, the Government announced a pause to the cost control element of the 2016 valuations, due to the uncertainty around member benefits,

caused by the discrimination ruling relating to the McCloud case.

The Government subsequently announced in July 2020 that the pause had been lifted, and so the cost control element of the 2016 valuations could be completed. The Government has set out that the costs of remedy of the discrimination will be included in this process. HMT valuation directions will set out the technical detail of how the costs of remedy will be included in the valuation process. The Government has also confirmed that the Government Actuary is reviewing the cost control mechanism (as was originally announced in 2018). The review will assess whether the cost control mechanism is working in line with original government objectives and reported to Government in April 2021. The findings of this review will not impact the 2016 valuations, with the aim for any changes to the cost cap mechanism to be made in time for the completion of the 2020 actuarial valuations.

c) National Employment Savings Trust (NEST)

NEST is a workplace pension scheme, which was set up by legislation and is treated as a trust-based scheme. The Trustee responsible for running the scheme is NEST Corporation. It's a non-departmental public body (NDPB) that operates at arm's length from government and is accountable to Parliament through the Department for Work and Pensions (DWP).

NEST Corporation has agreed a loan with the Department for Work and Pensions (DWP). This has paid for the scheme to be set up and will cover expected shortfalls in scheme costs during the earlier years while membership is growing.

NEST Corporation aims for the scheme to become self-financing while providing consistently low charges to members.

Using qualifying earnings to calculate contributions, currently the legal minimum level of contributions is 8% of a jobholder's qualifying earnings, for employers whose legal duties have started. The employer must pay at least 3% of this.

The earnings band used to calculate minimum contributions under existing legislation is called qualifying earnings. Qualifying earnings are currently those between £6,240 and £50,000 for the 2020-21 tax year (2019-20 £6,136 and £50,000).

Restrictions on the annual contribution limits were removed on 1st April 2017.

10. Public Sector Payment Policy - Measure of Compliance

10.1 Prompt payment code - measure of compliance

The Welsh Government requires that Health Boards pay all their trade creditors in accordance with the CBI prompt payment code and Government Accounting rules. The Welsh Government has set as part of the Health Board financial targets a requirement to pay 95% of the number of non-NHS creditors within 30 days of delivery.

| | 2020-21 | 2020-21 | 2019-20 | 2019-20 |
|--|----------------|----------------|---------|---------|
| NHS | Number | £000 | Number | £000 |
| Total bills paid | 2,188 | 839,373 | 2,306 | 774,815 |
| Total bills paid within target | 2,155 | 839,042 | 2,190 | 770,710 |
| Percentage of bills paid within target | 98.5% | 100.0% | 95.0% | 99.5% |
| Non-NHS | | | | |
| Total bills paid | 2,411 | 52,401 | 4,893 | 25,195 |
| Total bills paid within target | 2,402 | 52,375 | 4,826 | 24,642 |
| Percentage of bills paid within target | 99.6% | 100.0% | 98.6% | 97.8% |
| Total | | | | |
| Total bills paid | 4,599 | 891,774 | 7,199 | 800,010 |
| Total bills paid within target | 4,557 | 891,417 | 7,016 | 795,352 |
| Percentage of bills paid within target | 99.1% | 100.0% | 97.5% | 99.4% |

Data as provided by and compliance validated by NHS Wales Shared Services Partnership

10.2 The Late Payment of Commercial Debts (Interest) Act 1998

| | 2020-21 | 2019-20 |
|--|----------------|----------|
| | £ | £ |
| Amounts included within finance costs (note 7) from claims made under this legislation | 0 | 0 |
| Compensation paid to cover debt recovery costs under this legislation | 0 | 0 |
| Total | 0 | 0 |

11.1 Property, plant and equipment

| | Land £000 | Buildings, excluding dwellings £000 | Dwellings £000 | Assets under construction & payments on account £000 | Plant and machinery £000 | Transport equipment £000 | Information technology £000 | Furniture & fittings £000 | Total £000 |
|--|--------------|--|-------------------|--|--------------------------------|--------------------------------|-----------------------------------|---------------------------------|---------------|
| Cost or valuation at 1 April 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Indexation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Additions | | | | | | | | | |
| - purchased | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| - donated | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| - government granted | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Transfer from/into other NHS bodies | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassifications | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Revaluations | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reversal of impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassified as held for sale | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Disposals | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| At 31 March 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Depreciation at 1 April 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Indexation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Transfer from/into other NHS bodies | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassifications | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Revaluations | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reversal of impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassified as held for sale | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Disposals | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Provided during the year | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| At 31 March 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net book value at 1 April 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net book value at 31 March 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net book value at 31 March 2021 comprises : | | | | | | | | | |
| Purchased | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Donated | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Government Granted | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| At 31 March 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Asset financing : | | | | | | | | | |
| Owned | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Held on finance lease | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| On-SoFP PFI contracts | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| PFI residual interests | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| At 31 March 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

The net book value of land, buildings and dwellings at 31 March 2021 comprises :

| | £000 |
|-----------------|----------|
| Freehold | 0 |
| Long Leasehold | 0 |
| Short Leasehold | 0 |
| | <u>0</u> |

Valuers 'material uncertainty', in valuation. The disclosure relates to the materiality in the valuation report not that of the underlying account.

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11.1 Property, plant and equipment

| | Land £000 | Buildings, excluding dwellings £000 | Dwellings £000 | Assets under construction & payments on account £000 | Plant and machinery £000 | Transport equipment £000 | Information technology £000 | Furniture & fittings £000 | Total £000 |
|--|--------------|--|-------------------|--|--------------------------------|--------------------------------|-----------------------------------|---------------------------------|---------------|
| Cost or valuation at 1 April 2019 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Indexation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Additions | | | | | | | | | |
| - purchased | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| - donated | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| - government granted | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Transfer from/into other NHS bodies | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassifications | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Revaluations | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reversal of impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassified as held for sale | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Disposals | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| At 31 March 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Depreciation at 1 April 2019 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Indexation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Transfer from/into other NHS bodies | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassifications | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Revaluations | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reversal of impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassified as held for sale | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Disposals | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Provided during the year | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| At 31 March 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net book value at 1 April 2019 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net book value at 31 March 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net book value at 31 March 2020 comprises : | | | | | | | | | |
| Purchased | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Donated | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Government Granted | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| At 31 March 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Asset financing : | | | | | | | | | |
| Owned | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Held on finance lease | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| On-SoFP PFI contracts | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| PFI residual interests | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| At 31 March 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

The net book value of land, buildings and dwellings at 31 March 2020 comprises :

| | £000 |
|-----------------|----------|
| Freehold | 0 |
| Long Leasehold | 0 |
| Short Leasehold | 0 |
| | 0 |

Valuers 'material uncertainty', in valuation. The disclosure relates to the materiality in the valuation report not that of the underlying account.

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11. Property, plant and equipment (continued)

Neither WHSSC nor EASC hold any property, plant or equipment. Any necessary equipment purchases are made through Cwm Taf UHB as the host organisation and are capitalised, managed and held on its asset register on behalf of the Joint Committees.

11. Property, plant and equipment

11.2 Non-current assets held for sale

| | Land | Buildings, including dwelling | Other property, plant and equipment | Intangible assets | Other assets | Total |
|---|----------|-------------------------------------|--|----------------------|--------------|----------|
| | £000 | £000 | £000 | £000 | £000 | £000 |
| Balance brought forward 1 April 2020 | 0 | 0 | 0 | 0 | 0 | 0 |
| Plus assets classified as held for sale in the year | 0 | 0 | 0 | 0 | 0 | 0 |
| Revaluation | 0 | 0 | 0 | 0 | 0 | 0 |
| Less assets sold in the year | 0 | 0 | 0 | 0 | 0 | 0 |
| Add reversal of impairment of assets held for sale | 0 | 0 | 0 | 0 | 0 | 0 |
| Less impairment of assets held for sale | 0 | 0 | 0 | 0 | 0 | 0 |
| Less assets no longer classified as held for sale, for reasons other than disposal by sale | 0 | 0 | 0 | 0 | 0 | 0 |
| Balance carried forward 31 March 2021 | 0 | 0 | 0 | 0 | 0 | 0 |
| Balance brought forward 1 April 2019 | 0 | 0 | 0 | 0 | 0 | 0 |
| Plus assets classified as held for sale in the year | 0 | 0 | 0 | 0 | 0 | 0 |
| Revaluation | 0 | 0 | 0 | 0 | 0 | 0 |
| Less assets sold in the year | 0 | 0 | 0 | 0 | 0 | 0 |
| Add reversal of impairment of assets held for sale | 0 | 0 | 0 | 0 | 0 | 0 |
| Less impairment of assets held for sale | 0 | 0 | 0 | 0 | 0 | 0 |
| Less assets no longer classified as held for sale, for reasons other than disposal by sale | 0 | 0 | 0 | 0 | 0 | 0 |
| Balance carried forward 31 March 2020 | 0 | 0 | 0 | 0 | 0 | 0 |

**12. Intangible non-current assets
2020-21**

| | Software (purchased) | Software (internally generated) | Licences and trademarks | Patents | Development expenditure- internally generated | Carbon Reduction Commitments | Total |
|--|-------------------------|---------------------------------------|----------------------------|----------|--|------------------------------------|----------|
| | £000 | £000 | £000 | £000 | £000 | £000 | £000 |
| Cost or valuation at 1 April 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Revaluation | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassifications | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reversal of impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Additions- purchased | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Additions- internally generated | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Additions- donated | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Additions- government granted | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassified as held for sale | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Transfers | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Disposals | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Gross cost at 31 March 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Amortisation at 1 April 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Revaluation | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassifications | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reversal of impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Impairment | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Provided during the year | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassified as held for sale | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Transfers | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Disposals | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Amortisation at 31 March 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net book value at 1 April 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net book value at 31 March 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| At 31 March 2021 | | | | | | | |
| Purchased | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Donated | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Government Granted | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Internally generated | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total at 31 March 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

**12. Intangible non-current assets
2019-20**

| | Software (purchased) | Software (internally generated) | Licences and trademarks | Patents | Development expenditure- internally generated | Carbon Reduction Commitments | Total |
|--|-------------------------|---------------------------------------|----------------------------|----------|--|------------------------------------|----------|
| | £000 | £000 | £000 | £000 | £000 | £000 | £000 |
| Cost or valuation at 1 April 2019 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Revaluation | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassifications | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reversal of impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Additions- purchased | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Additions- internally generated | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Additions- donated | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Additions- government granted | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassified as held for sale | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Transfers | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Disposals | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Gross cost at 31 March 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Amortisation at 1 April 2019 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Revaluation | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassifications | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reversal of impairments | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Impairment | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Provided during the year | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Reclassified as held for sale | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Transfers | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Disposals | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Amortisation at 31 March 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net book value at 1 April 2019 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net book value at 31 March 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| At 31 March 2020 | | | | | | | |
| Purchased | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Donated | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Government Granted | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Internally generated | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total at 31 March 2020 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

Additional Disclosures re Intangible Assets

13 . Impairments

| | 2020-21 | | 2019-20 | |
|--|--|------------------------------|--|------------------------------|
| | Property, plant & equipment £000 | Intangible assets £000 | Property, plant & equipment £000 | Intangible assets £000 |
| Impairments arising from : | | | | |
| Loss or damage from normal operations | 0 | 0 | 0 | 0 |
| Abandonment in the course of construction | 0 | 0 | 0 | 0 |
| Over specification of assets (Gold Plating) | 0 | 0 | 0 | 0 |
| Loss as a result of a catastrophe | 0 | 0 | 0 | 0 |
| Unforeseen obsolescence | 0 | 0 | 0 | 0 |
| Changes in market price | 0 | 0 | 0 | 0 |
| Others (specify) | 0 | 0 | 0 | 0 |
| Reversal of Impairments | 0 | 0 | 0 | 0 |
| Total of all impairments | 0 | 0 | 0 | 0 |
| Analysis of impairments charged to reserves in year : | | | | |
| Charged to the Statement of Comprehensive Net Expenditure | 0 | 0 | 0 | 0 |
| Charged to Revaluation Reserve | 0 | 0 | 0 | 0 |
| | 0 | 0 | 0 | 0 |

14.1 Inventories

| | 31 March | 31 March |
|-----------------------------------|-----------------|----------|
| | 2021 | 2020 |
| | £000 | £000 |
| Drugs | 0 | 0 |
| Consumables | 0 | 0 |
| Energy | 0 | 0 |
| Work in progress | 0 | 0 |
| Other | 0 | 0 |
| Total | 0 | 0 |
| Of which held at realisable value | 0 | 0 |

14.2 Inventories recognised in expenses

| | 31 March | 31 March |
|--|-----------------|----------|
| | 2021 | 2020 |
| | £000 | £000 |
| Inventories recognised as an expense in the period | 0 | 0 |
| Write-down of inventories (including losses) | 0 | 0 |
| Reversal of write-downs that reduced the expense | 0 | 0 |
| Total | 0 | 0 |

15. Trade and other Receivables

| Current | 31 March 2021 £000 | 31 March 2020 £000 |
|--|-----------------------------------|--------------------------|
| Welsh Government | 413 | 145 |
| WHSSC / EASC | 0 | 0 |
| Welsh Health Boards | 13,123 | 3,661 |
| Welsh NHS Trusts | 2,040 | 868 |
| Health Education and Improvement Wales (HEIW) | 0 | 0 |
| Non - Welsh Trusts | 1,145 | 2,729 |
| Other NHS | 0 | 0 |
| 2019-20 Scheme Pays - Welsh Government Reimbursement | 0 | 0 |
| Welsh Risk Pool Claim reimbursement | | |
| NHS Wales Secondary Health Sector | 0 | 0 |
| NHS Wales Primary Sector FLS Reimbursement | 0 | 0 |
| NHS Wales Redress | 0 | 0 |
| Other | 0 | 0 |
| Local Authorities | 0 | 0 |
| Capital debtors - Tangible | 0 | 0 |
| Capital debtors - Intangible | 0 | 0 |
| Other debtors | 69 | 48 |
| Provision for irrecoverable debts | 0 | 0 |
| Pension Prepayments NHS Pensions | 0 | 0 |
| Pension Prepayments NEST | 0 | 0 |
| Other prepayments | 92 | 59 |
| Other accrued income | 0 | 0 |
| Sub total | 16,882 | 7,510 |
| Non-current | | |
| Welsh Government | 0 | 0 |
| WHSSC / EASC | 0 | 0 |
| Welsh Health Boards | 0 | 0 |
| Welsh NHS Trusts | 0 | 0 |
| Health Education and Improvement Wales (HEIW) | 0 | 0 |
| Non - Welsh Trusts | 0 | 0 |
| Other NHS | 0 | 0 |
| 2019-20 Scheme Pays - Welsh Government Reimbursement | 0 | 0 |
| Welsh Risk Pool Claim reimbursement; | | |
| NHS Wales Secondary Health Sector | 0 | 0 |
| NHS Wales Primary Sector FLS Reimbursement | 0 | 0 |
| NHS Wales Redress | 0 | 0 |
| Other | 0 | 0 |
| Local Authorities | 0 | 0 |
| Capital debtors - Tangible | 0 | 0 |
| Capital debtors - Intangible | 0 | 0 |
| Other debtors | 0 | 0 |
| Provision for irrecoverable debts | 0 | 0 |
| Pension Prepayments NHS Pensions | 0 | 0 |
| Pension Prepayments NEST | 0 | 0 |
| Other prepayments | 0 | 0 |
| Other accrued income | 0 | 0 |
| Sub total | 0 | 0 |
| Total | 16,882 | 7,510 |

15. Trade and other Receivables (continued)

Receivables past their due date but not impaired

| | 31 March 2021 £000 | 31 March 2020 £000 |
|-------------------------|--------------------------|--------------------------|
| By up to three months | 97 | 130 |
| By three to six months | 0 | 40 |
| By more than six months | 0 | 0 |
| | <u>97</u> | <u>170</u> |

Expected Credit Losses (ECL) / Provision for impairment of receivables

| | | |
|---|----------|----------|
| Balance at 1 April 2020 | 0 | 0 |
| Transfer to other NHS Wales body | 0 | 0 |
| Amount written off during the year | 0 | 0 |
| Amount recovered during the year | 0 | 0 |
| (Increase) / decrease in receivables impaired | 0 | 0 |
| Bad debts recovered during year | 0 | 0 |
| Balance at 31 March 2021 | <u>0</u> | <u>0</u> |

In line with the requirements of IFRS 9, WHSSC has assessed the age and profile of individual outstanding debtors and has concluded that the impact of IFRS 9 is immaterial in this financial year. Therefore no provision for bad debts has been deemed necessary.

Receivables VAT

| | | |
|-------------------|----------|----------|
| Trade receivables | 0 | 0 |
| Other | 0 | 0 |
| Total | <u>0</u> | <u>0</u> |

16. Other Financial Assets

| | Current | | Non-current | |
|---|--------------------------|--------------------------|--------------------------|--------------------------|
| | 31 March 2021 £000 | 31 March 2020 £000 | 31 March 2021 £000 | 31 March 2020 £000 |
| Financial assets | | | | |
| Shares and equity type investments | | | | |
| Held to maturity investments at amortised costs | 0 | 0 | 0 | 0 |
| At fair value through SOCNE | 0 | 0 | 0 | 0 |
| Available for sale at FV | 0 | 0 | 0 | 0 |
| Deposits | 0 | 0 | 0 | 0 |
| Loans | 0 | 0 | 0 | 0 |
| Derivatives | 0 | 0 | 0 | 0 |
| Other (Specify) | | | | |
| Held to maturity investments at amortised costs | 0 | 0 | 0 | 0 |
| At fair value through SOCNE | 0 | 0 | 0 | 0 |
| Available for sale at FV | 0 | 0 | 0 | 0 |
| Total | 0 | 0 | 0 | 0 |

17. Cash and cash equivalents

| | 2020-21 £000 | 2019-20 £000 |
|--|-----------------|-----------------|
| Balance at 1 April 2020 | 14,379 | 8,641 |
| Net change in cash and cash equivalent balances | 3,898 | 5,738 |
| Balance at 31 March 2021 | 18,277 | 14,379 |
| Made up of: | | |
| Cash held at GBS | 18,277 | 14,379 |
| Commercial banks | 0 | 0 |
| Cash in hand | 0 | 0 |
| Cash and cash equivalents as in Statement of Financial Position | 18,277 | 14,379 |
| Bank overdraft - GBS | 0 | 0 |
| Bank overdraft - Commercial banks | 0 | 0 |
| Cash and cash equivalents as in Statement of Cash Flows | 18,277 | 14,379 |

18. Trade and other payables

| Current | 31 March 2021 £000 | 31 March 2020 £000 |
|--|--------------------------|--------------------------|
| Welsh Government | 0 | 22 |
| WHSSC / EASC | 0 | 0 |
| Welsh Health Boards | 15,071 | 12,068 |
| Welsh NHS Trusts | 1,482 | 428 |
| Health Education and Improvement Wales (HEIW) | 0 | 0 |
| Other NHS | 22,021 | 17,015 |
| Taxation and social security payable / refunds | 58 | 54 |
| Refunds of taxation by HMRC | 0 | 0 |
| VAT payable to HMRC | 0 | 0 |
| Other taxes payable to HMRC | 0 | 0 |
| NI contributions payable to HMRC | 66 | 63 |
| Non-NHS payables - Revenue | 3,860 | 1,663 |
| Local Authorities | 0 | 0 |
| Capital payables- Tangible | 0 | 0 |
| Capital payables- Intangible | 0 | 0 |
| Overdraft | 0 | 0 |
| Rentals due under operating leases | 0 | 0 |
| Obligations under finance leases, HP contracts | 0 | 0 |
| Imputed finance lease element of on SoFP PFI contracts | 0 | 0 |
| Pensions: staff | 0 | 0 |
| Non NHS Accruals | 4,079 | 2,272 |
| Deferred Income: | | |
| Deferred Income brought forward | 0 | 0 |
| Deferred Income Additions | 0 | 0 |
| Transfer to / from current/non current deferred income | 0 | 0 |
| Released to SoCNE | 0 | 0 |
| Other creditors | 0 | 0 |
| PFI assets –deferred credits | 0 | 0 |
| Payments on account | 4 | 5 |
| Sub Total | 46,641 | 33,590 |
| Non-current | | |
| Welsh Government | 0 | 0 |
| WHSSC / EASC | 0 | 0 |
| Welsh Health Boards | 0 | 0 |
| Welsh NHS Trusts | 0 | 0 |
| Health Education and Improvement Wales (HEIW) | 0 | 0 |
| Other NHS | 0 | 0 |
| Taxation and social security payable / refunds | 0 | 0 |
| Refunds of taxation by HMRC | 0 | 0 |
| VAT payable to HMRC | 0 | 0 |
| Other taxes payable to HMRC | 0 | 0 |
| NI contributions payable to HMRC | 0 | 0 |
| Non-NHS payables - Revenue | 0 | 0 |
| Local Authorities | 0 | 0 |
| Capital payables- Tangible | 0 | 0 |
| Capital payables- Intangible | 0 | 0 |
| Overdraft | 0 | 0 |
| Rentals due under operating leases | 0 | 0 |
| Obligations under finance leases, HP contracts | 0 | 0 |
| Imputed finance lease element of on SoFP PFI contracts | 0 | 0 |
| Pensions: staff | 0 | 0 |
| Non NHS Accruals | 0 | 0 |
| Deferred Income : | | |
| Deferred Income brought forward | 0 | 0 |
| Deferred Income Additions | 0 | 0 |
| Transfer to / from current/non current deferred income | 0 | 0 |
| Released to SoCNE | 0 | 0 |
| Other creditors | 0 | 0 |
| PFI assets –deferred credits | 0 | 0 |
| Payments on account | 0 | 0 |
| Sub Total | 0 | 0 |
| Total | 46,641 | 33,590 |

It is intended to pay all invoices within the 30 day period directed by the Welsh Government.

18. Trade and other payables (continued).

| Amounts falling due more than one year are expected to be settled as follows: | 31 March | 31 March |
|---|----------|----------|
| | 2021 | 2020 |
| | £000 | £000 |
| Between one and two years | 0 | 0 |
| Between two and five years | 0 | 0 |
| In five years or more | 0 | 0 |
| Sub-total | <u>0</u> | <u>0</u> |

19. Other financial liabilities

| Financial liabilities | Current | | Non-current | |
|---|----------|----------|-------------|----------|
| | 31 March | 31 March | 31 March | 31 March |
| | 2021 | 2020 | 2021 | 2020 |
| | £000 | £000 | £000 | £000 |
| Financial Guarantees: | | | | |
| At amortised cost | 0 | 0 | 0 | 0 |
| At fair value through SoCNE | 0 | 0 | 0 | 0 |
| Derivatives at fair value through SoCNE | 0 | 0 | 0 | 0 |
| Other: | | | | |
| At amortised cost | 0 | 0 | 0 | 0 |
| At fair value through SoCNE | 0 | 0 | 0 | 0 |
| Total | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |

20. Provisions

| | At 1 April 2020 | Structured settlement cases transferred to Risk Pool | Transfer of provisions to creditors | Transfer between current and non-current | Arising during the year | Utilised during the year | Reversed unused | Unwinding of discount | At 31 March 2021 |
|---|-----------------|--|-------------------------------------|--|-------------------------|--------------------------|-----------------|-----------------------|------------------|
| | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 |
| Current | | | | | | | | | |
| Clinical negligence:- | | | | | | | | | |
| Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Personal injury | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| All other losses and special payments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Defence legal fees and other administration | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | 0 |
| Pensions relating to former directors | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Pensions relating to other staff | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| 2019-20 Scheme Pays - Reimbursement | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Restructuring | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Other | 141 | | 0 | 0 | 315 | (73) | (23) | | 360 |
| Total | 141 | 0 | 0 | 0 | 315 | (73) | (23) | 0 | 360 |
| Non Current | | | | | | | | | |
| Clinical negligence:- | | | | | | | | | |
| Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Personal injury | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| All other losses and special payments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Defence legal fees and other administration | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | 0 |
| Pensions relating to former directors | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Pensions relating to other staff | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| 2019-20 Scheme Pays - Reimbursement | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Restructuring | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Other | 0 | | 0 | 0 | 0 | 0 | 0 | | 0 |
| Total | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| TOTAL | | | | | | | | | |
| Clinical negligence:- | | | | | | | | | |
| Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Personal injury | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| All other losses and special payments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Defence legal fees and other administration | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | 0 |
| Pensions relating to former directors | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Pensions relating to other staff | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| 2019-20 Scheme Pays - Reimbursement | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Restructuring | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Other | 141 | | 0 | 0 | 315 | (73) | (23) | | 360 |
| Total | 141 | 0 | 0 | 0 | 315 | (73) | (23) | 0 | 360 |

Expected timing of cash flows:

| | In year to 31 March 2022 | Between 1 April 2022 and 31 March 2026 | Thereafter | Total |
|---|--------------------------|--|------------|------------|
| | | | | £000 |
| Clinical negligence:- | | | | |
| Secondary care | 0 | 0 | 0 | 0 |
| Primary care | 0 | 0 | 0 | 0 |
| Redress Secondary care | 0 | 0 | 0 | 0 |
| Redress Primary care | 0 | 0 | 0 | 0 |
| Personal injury | 0 | 0 | 0 | 0 |
| All other losses and special payments | 0 | 0 | 0 | 0 |
| Defence legal fees and other administration | 0 | 0 | 0 | 0 |
| Pensions relating to former directors | 0 | 0 | 0 | 0 |
| Pensions relating to other staff | 0 | 0 | 0 | 0 |
| 2019-20 Scheme Pays - Reimbursement | 0 | 0 | 0 | 0 |
| Restructuring | 0 | 0 | 0 | 0 |
| Other | 360 | 0 | 0 | 360 |
| Total | 360 | 0 | 0 | 360 |

20. Provisions (continued)

| | At 1 April 2019 | Structured settlement cases transferred to Risk Pool | Transfer of provisions to creditors | Transfer between current and non-current | Arising during the year | Utilised during the year | Reversed unused | Unwinding of discount | At 31 March 2020 |
|---|-----------------|--|-------------------------------------|--|-------------------------|--------------------------|-----------------|-----------------------|------------------|
| | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 | £000 |
| Current | | | | | | | | | |
| Clinical negligence:- | | | | | | | | | |
| Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Personal injury | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| All other losses and special payments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Defence legal fees and other administration | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | 0 |
| Pensions relating to former directors | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Pensions relating to other staff | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| 2019-20 Scheme Pays - Reimbursement | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Restructuring | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Other | 162 | | 0 | 0 | 0 | (7) | (14) | | 141 |
| Total | 162 | 0 | 0 | 0 | 0 | (7) | (14) | 0 | 141 |
| Non Current | | | | | | | | | |
| Clinical negligence:- | | | | | | | | | |
| Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Personal injury | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| All other losses and special payments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Defence legal fees and other administration | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | 0 |
| Pensions relating to former directors | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Pensions relating to other staff | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| 2019-20 Scheme Pays - Reimbursement | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Restructuring | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Other | 0 | | 0 | 0 | 0 | 0 | 0 | | 0 |
| Total | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| TOTAL | | | | | | | | | |
| Clinical negligence:- | | | | | | | | | |
| Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Secondary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Redress Primary care | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Personal injury | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| All other losses and special payments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Defence legal fees and other administration | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | 0 |
| Pensions relating to former directors | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Pensions relating to other staff | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| 2019-20 Scheme Pays - Reimbursement | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Restructuring | 0 | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Other | 162 | | 0 | 0 | 0 | (7) | (14) | | 141 |
| Total | 162 | 0 | 0 | 0 | 0 | (7) | (14) | 0 | 141 |

1. Contingencies

1.1 Contingent liabilities

| | 2020-21 | 2019-20 |
|---|-----------------|-----------------|
| | £'000 | £'000 |
| Provisions have not been made in these accounts for the following amounts : | | |
| Legal claims for alleged medical or employer negligence:- | | |
| Secondary care | 0 | 0 |
| Primary care | 0 | 0 |
| Redress Secondary care | 0 | 0 |
| Redress Primary care | 0 | 0 |
| Doubtful debts | 0 | 0 |
| Equal Pay costs | 0 | 0 |
| Defence costs | 0 | 0 |
| Continuing Health Care costs | 0 | 0 |
| Other | 0 | 0 |
| Total value of disputed claims | <u>0</u> | <u>0</u> |
| Amounts (recovered) in the event of claims being successful | 0 | 0 |
| Net contingent liability | <u>0</u> | <u>0</u> |

21.2 Remote Contingent liabilities

| | 2020-21 | 2019-20 |
|---|----------------|----------|
| | £'000 | £'000 |
| Please disclose the values of the following categories of remote contingent liabilities : | | |
| Guarantees | 0 | 0 |
| Indemnities | 0 | 0 |
| Letters of Comfort | 0 | 0 |
| Total | 0 | 0 |

21.3 Contingent assets

| | 2020-21 | 2019-20 |
|--------------------|----------------|----------|
| | £'000 | £'000 |
| Please give detail | 0 | 0 |
| | 0 | 0 |
| | 0 | 0 |
| Total | 0 | 0 |

22. Capital commitments

Contracted capital commitments at 31 March

| | 2020-21 | 2019-20 |
|-------------------------------|----------------|----------|
| | £'000 | £'000 |
| Property, plant and equipment | 0 | 0 |
| Intangible assets | 0 | 0 |
| Total | 0 | 0 |

24. Finance leases

24.1 Finance leases obligations (as lessee)

Neither WHSSC nor EASC have any Finance Lease Obligations

Amounts payable under finance leases:

| Land | 31 March 2021 £000 | 31 March 2020 £000 |
|--|-----------------------------------|-----------------------------------|
| Minimum lease payments | | |
| Within one year | 0 | 0 |
| Between one and five years | 0 | 0 |
| After five years | 0 | 0 |
| Less finance charges allocated to future periods | 0 | 0 |
| Minimum lease payments | <u>0</u> | <u>0</u> |
| Included in: | | |
| Current borrowings | 0 | 0 |
| Non-current borrowings | 0 | 0 |
| | <u>0</u> | <u>0</u> |
| Present value of minimum lease payments | | |
| Within one year | 0 | 0 |
| Between one and five years | 0 | 0 |
| After five years | 0 | 0 |
| Present value of minimum lease payments | <u>0</u> | <u>0</u> |
| Included in: | | |
| Current borrowings | 0 | 0 |
| Non-current borrowings | 0 | 0 |
| | <u>0</u> | <u>0</u> |

24.1 Finance leases obligations (as lessee) continued

Amounts payable under finance leases:

| Buildings | 31 March 2021 £000 | 31 March 2020 £000 |
|--|-----------------------------------|-----------------------------------|
| Minimum lease payments | | |
| Within one year | 0 | 0 |
| Between one and five years | 0 | 0 |
| After five years | 0 | 0 |
| Less finance charges allocated to future periods | 0 | 0 |
| Minimum lease payments | 0 | 0 |
| Included in: | | |
| Current borrowings | 0 | 0 |
| Non-current borrowings | 0 | 0 |
| | 0 | 0 |
| Present value of minimum lease payments | | |
| Within one year | 0 | 0 |
| Between one and five years | 0 | 0 |
| After five years | 0 | 0 |
| Present value of minimum lease payments | 0 | 0 |
| Included in: | | |
| Current borrowings | 0 | 0 |
| Non-current borrowings | 0 | 0 |
| | 0 | 0 |

| Other | 31 March 2021 £000 | 31 March 2020 £000 |
|--|-----------------------------------|-----------------------------------|
| Minimum lease payments | | |
| Within one year | 0 | 0 |
| Between one and five years | 0 | 0 |
| After five years | 0 | 0 |
| Less finance charges allocated to future periods | 0 | 0 |
| Minimum lease payments | 0 | 0 |
| Included in: | | |
| Current borrowings | 0 | 0 |
| Non-current borrowings | 0 | 0 |
| | 0 | 0 |
| Present value of minimum lease payments | | |
| Within one year | 0 | 0 |
| Between one and five years | 0 | 0 |
| After five years | 0 | 0 |
| Present value of minimum lease payments | 0 | 0 |
| Included in: | | |
| Current borrowings | 0 | 0 |
| Non-current borrowings | 0 | 0 |
| | 0 | 0 |

24.2 Finance leases obligations (as lessor) continued

Amounts receivable under finance leases:

| | 31 March | 31 March |
|--|-----------------|----------|
| | 2021 | 2020 |
| | £000 | £000 |
| Gross Investment in leases | | |
| Within one year | 0 | 0 |
| Between one and five years | 0 | 0 |
| After five years | 0 | 0 |
| Less finance charges allocated to future periods | 0 | 0 |
| Minimum lease payments | <u>0</u> | <u>0</u> |
| Included in: | | |
| Current borrowings | 0 | 0 |
| Non-current borrowings | 0 | 0 |
| | <u>0</u> | <u>0</u> |
| Present value of minimum lease payments | | |
| Within one year | 0 | 0 |
| Between one and five years | 0 | 0 |
| After five years | 0 | 0 |
| Less finance charges allocated to future periods | 0 | 0 |
| Present value of minimum lease payments | <u>0</u> | <u>0</u> |
| Included in: | | |
| Current borrowings | 0 | 0 |
| Non-current borrowings | 0 | 0 |
| | <u>0</u> | <u>0</u> |

25. Private Finance Initiative contracts

25.1 PFI schemes off-Statement of Financial Position

Neither WHSSC nor EASC have Private Finance Initiative Contracts

| Commitments under off-SoFP PFI contracts | Off-SoFP PFI contracts | Off-SoFP PFI contracts |
|---|------------------------|------------------------|
| | 31 March 2021 £000 | 31 March 2020 £000 |
| Total payments due within one year | 0 | 0 |
| Total payments due between 1 and 5 years | 0 | 0 |
| Total payments due thereafter | 0 | 0 |
| Total future payments in relation to PFI contracts | <u>0</u> | <u>0</u> |
| Total estimated capital value of off-SoFP PFI contracts | 0 | 0 |

25.2 PFI schemes on-Statement of Financial Position

| Capital value of scheme included in Fixed Assets Note 11 | £000 |
|--|------------|
| | 0 |
| Contract start date: | xx/xx/xxxx |
| Contract end date: | xx/xx/xxxx |

Total obligations for on-Statement of Financial Position PFI contracts due:

| | On SoFP PFI Capital element 31 March 2021 £000 | On SoFP PFI Imputed interest 31 March 2021 £000 | On SoFP PFI Service charges 31 March 2021 £000 |
|--|---|--|---|
| Total payments due within one year | 0 | 0 | 0 |
| Total payments due between 1 and 5 years | 0 | 0 | 0 |
| Total payments due thereafter | 0 | 0 | 0 |
| Total future payments in relation to PFI contracts | <u>0</u> | <u>0</u> | <u>0</u> |

| | On SoFP PFI Capital element 31 March 2020 £000 | On SoFP PFI Imputed interest 31 March 2020 £000 | On SoFP PFI Service charges 31 March 2020 £000 |
|--|---|--|---|
| Total payments due within one year | 0 | 0 | 0 |
| Total payments due between 1 and 5 years | 0 | 0 | 0 |
| Total payments due thereafter | 0 | 0 | 0 |
| Total future payments in relation to PFI contracts | <u>0</u> | <u>0</u> | <u>0</u> |

| | 31 March 2021 £000 |
|--|-----------------------|
| Total present value of obligations for on-SoFP PFI contracts | 0 |

25.3 Charges to expenditure

| | 2020-21 | 2019-20 |
|--|----------------|----------|
| | £000 | £000 |
| Service charges for On Statement of Financial Position PFI contracts (excl interest costs) | 0 | 0 |
| Total expense for Off Statement of Financial Position PFI contracts | 0 | 0 |
| The total charged in the year to expenditure in respect of PFI contracts | <u>0</u> | <u>0</u> |

The LHB is committed to the following annual charges

| | 31 March 2021 | 31 March 2020 |
|--|----------------------|---------------|
| | £000 | £000 |
| PFI scheme expiry date: | | |
| Not later than one year | 0 | 0 |
| Later than one year, not later than five years | 0 | 0 |
| Later than five years | 0 | 0 |
| Total | <u>0</u> | <u>0</u> |

The estimated annual payments in future years will vary from those which the LHB is committed to make during the next year by the impact of movement in the Retail Prices Index.

25.4 Number of PFI contracts

| | Number of on SoFP PFI contracts | Number of off SoFP PFI contracts |
|--|--|---|
| Number of PFI contracts | 0 | 0 |
| Number of PFI contracts which individually have a total commitment > £500m | 0 | 0 |

| | On / Off- statement of financial position |
|--|--|
| PFI Contract | |
| Number of PFI contracts which individually have a total commitment > £500m | 0 |

| | |
|---------------------|--------|
| PFI Contract | On/Off |
|---------------------|--------|

25.5 The committees have no Public Private Partnerships

26. Financial risk management

Financial reporting standard IFRS 7 requires disclosure of the role that financial instruments have had during the period in creating or changing the risks a body faces in undertaking its activities. WHSSC and EASC are not exposed to the degree of financial risk faced by business entities. Also financial instruments play a much more limited role in creating or changing risk than would be typical of listed companies, to which these standards mainly apply. WHSSC and EASC have limited powers to invest and financial assets and liabilities are generated by day-to-day operational activities rather than being held to change the risks facing the committees in undertaking their activities.

Currency risk

WHSSC and EASC are principally a domestic organisations with the great majority of transactions, assets and liabilities being in the UK and Sterling based. They have no overseas operations. WHSSC and EASC therefore have low exposure to currency rate fluctuations.

Interest rate risk

WHSSC and EASC are not permitted to borrow. WHSSC and EASC therefore have low exposure to interest rate fluctuations

Credit risk

Because the majority of the funding for WHSSC and EASC derives from funds voted by the Welsh Government the committees have low exposure to credit risk.

Liquidity risk

WHSSC and EASC are required to operate within cash limits set by the Welsh Government for the financial year and draws down funds from the Welsh Government as the requirement arises. The committees are not, therefore, exposed to significant liquidity risks.

27. Movements in working capital

| | 2020-21 | 2019-20 |
|--|----------------|---------|
| | £000 | £000 |
| (Increase)/decrease in inventories | 0 | 0 |
| (Increase)/decrease in trade and other receivables - non-current | 0 | 0 |
| (Increase)/decrease in trade and other receivables - current | (9,372) | 3,887 |
| Increase/(decrease) in trade and other payables - non-current | 0 | 0 |
| Increase/(decrease) in trade and other payables - current | 13,051 | 1,872 |
| Total | 3,679 | 5,759 |
| Adjustment for accrual movements in fixed assets - creditors | 0 | 0 |
| Adjustment for accrual movements in fixed assets - debtors | 0 | 0 |
| Other adjustments | 0 | 0 |
| | 3,679 | 5,759 |

28. Other cash flow adjustments

| | 2020-21 | 2019-20 |
|---|----------------|-------------|
| | £000 | £000 |
| Depreciation | 0 | 0 |
| Amortisation | 0 | 0 |
| (Gains)/Loss on Disposal | 0 | 0 |
| Impairments and reversals | 0 | 0 |
| Release of PFI deferred credits | 0 | 0 |
| Donated assets received credited to revenue but non-cash | 0 | 0 |
| Government Grant assets received credited to revenue but non-cash | 0 | 0 |
| Non-cash movements in provisions | 292 | (14) |
| Other movements | 0 | 0 |
| Total | 292 | (14) |

29. Events after the Reporting Period

30. Related Party Transactions

Welsh Health Specialised Services and Emergency Ambulance Services

WHSSC and EASC are sub-committees of each of the 7 Local Health Boards in Wales. Therefore, any related transaction would form part of each LHB's statutory financial statements. Whilst the committees have executive teams these are not executive directors and they are employed by Cwm Taf Morgannwg LHB as the host organisation.

During 2020/2021, the Joint Committees adopted a risk sharing approach which is applied to all financial transactions. In accordance with the Standing Orders, the Joint Committees must agree a total budget to plan and secure the relevant services delegated to them. The Joint Committees must also agree the appropriate contribution of funding required from each LHB.

Each LHB will be required to make available to the Joint Committees the level of funds outlined in the annual plan.

- The plan will include the risk sharing income received from each LHB during 2020/2021 as per Note 4,
- Expenditure incurred by WHSSC and EASC with providers of tertiary and specialist services is as per Note 3.2 and analysed in the Segmental Analysis in Note 33.
- Running costs, staffing and admin expenditure incurred with other NHS Wales organisations has been extracted from Note 3.3 but does not encompass the total of all running costs, the majority of which are transactions with organisations outside NHS Wales or are staff costs.
- Velindre and The Welsh Ambulance Service are included as providers only, as both are merely associate members of the Committees and do not have voting rights.

| | Income (Note 4) £000's | Expenditure (Note 3.2) £000's | Running costs (Note 3.3) | Debtor (Note 15) £000's | Creditor (Note 18) £000's |
|------------------------------------|--------------------------------|---------------------------------------|-------------------------------|---------------------------------|-----------------------------------|
| Cardiff and Vale UHB | 137,992 | 266,982 | 219 | 4,441 | 3,322 |
| Aneurin Bevan UHB | 161,384 | 8,759 | 146 | 2,370 | 441 |
| Betsi Cadwalladr UHB | 189,601 | 44,247 | 0 | 3,101 | 4,688 |
| Swansea Bay UHB | 104,627 | 120,445 | 64 | 486 | 3,526 |
| Cwm Taf Morgannwg UHB | 155,740 | 10,151 | 665 | 1,373 | 2,016 |
| Hywel Dda UHB | 102,632 | 2,414 | 45 | 1,006 | 585 |
| Powys Teaching HB | 41,429 | 57 | 14 | 346 | 493 |
| Public Health Wales NHS Trust | 56 | 102 | 34 | 16 | 22 |
| Velindre NHS Trust | | 47,432 | 51 | 2,012 | 7 |
| Welsh Ambulance Services NHS Trust | 40 | 172,180 | 140 | 12 | 1,453 |
| | 893,501 | 672,769 | 1,378 | 15,163 | 16,553 |

See over leaf for membership of the Joint Committees and voting rights

30. Related Party Transactions (continued)

Members of the Joint Committees for 2020/2021

LHB Chief Executives have voting rights on the committee while Trust Chief Executives are associate members only

During 2020/2021 WHSSC and EASC have entered into material transactions with the organisations represented as listed above

| | | | |
|------------------|---------------------|------------------|---|
| Judith Paget | Member WHSSC & EASC | | Chief Executive Aneurin Bevan UHB |
| Carol Shillabeer | Member WHSSC & EASC | | Chief Executive Powys Teaching HB |
| Simon Dean | Member WHSSC & EASC | to Aug 2020 | Interim Chief Executive Betsi Cadwalladr UHB |
| Gill Harris | Member WHSSC & EASC | Sept to Dec 2020 | Interim Chief Executive Betsi Cadwalladr UHB |
| Jo Whitehead | Member WHSSC & EASC | from Jan 2021 | Chief Executive Betsi Cadwalladr UHB |
| Sharon Hopkins | Member WHSSC & EASC | to Aug 2020 | Interim Chief Executive Cwm Taf Morgannwg UHB |
| Paul Mears | Member WHSSC & EASC | from Sept 2020 | Chief Executive Cwm Taf Morgannwg UHB |
| Len Richards | Member WHSSC & EASC | | Chief Executive Cardiff and Vale UHB |
| Steve Moore | Member WHSSC & EASC | | Chief Executive Hywel Dda UHB |
| Tracy Myhill | Member WHSSC & EASC | to Dec 2020 | Chief Executive Swansea Bay UHB |
| Mark Hackett | Member WHSSC & EASC | from Jan 2021 | Chief Executive Swansea Bay UHB |

The following are Associate Members of the Joint Committees and therefore have no voting rights.

| | | | |
|----------------|-------------------------------|---------------|---|
| Tracey Cooper | Associate Member WHSSC & EASC | | Chief Executive Public Health Wales NHS Trust |
| Steve Ham | Associate Member WHSSC | | Chief Executive Velindre NHS Trust |
| Jason Killens | Associate Member EASC | | Chief Executive, Welsh Ambulance Services NHS Trust |
| Kieron Donovan | Affiliated Member WHSSC | to March 2021 | Chair of the Wales Renal Clinical Network |

The following are officers with voting rights on the joint committee

| | | | |
|-----------------|---------------------------------------|----------------|---|
| Sian Lewis | Managing Director WHSSC | | No declared interests |
| Stuart Davies | Director of Finance WHSSC & EASC | | No declared interests |
| Iolo Doull | Acting Medical Director WHSSC | from Sept 2020 | Trustee for Ash Wales, No transactions in 2020/2021 |
| Jennifer Thomas | Medical Director WHSSC | to Aug 2020 | No declared interests |
| Carole Bell | Nurse Director WHSSC | | No declared interests |
| Stephen Harray | Chief Ambulance Services Officer EASC | | No declared interests |

Independent Members With a Declared Interest

| | | | |
|------------------|---|---------------|---|
| Vivienne Harwood | Chair WHSSC | to Sept 2020 | Chair, Powys Teaching HB |
| Kate Eden | Chair WHSSC | from Oct 2020 | Chair, Public Health Wales NHS Trust |
| Emrys Elias | Independent Member and Vice Chair WHSSC | | Independent Board Member, Aneurin Bevan UHB |
| Ian Phillips | Independent Member WHSSC | | Independent Board Member, Powys Teaching HB |
| Paul Griffiths | Independent Member WHSSC | to Dec 2020 | Independent Board Member, Cwm Taf Morgannwg UHB |
| Chris Turner | Independent Member and Chair EASC | | Independent Board Member, Cwm Taf Morgannwg UHB Governor Cardiff Metropolitan University Recorded spend with Cardiff Metropolitan University in 2020/2021 was £21,067 |

31. Third Party assets

The committees do not hold any cash balances on behalf of patients or any other 3rd party

32. Pooled budgets

Neither WHSSC nor EASC have any pooled budgets.

33. Operating segments

| | WHSSC | | EASC | |
|---|--------------------------|--------------------------|--------------------------|--------------------------|
| | 31 March 2021 £000 | 31 March 2020 £000 | 31 March 2021 £000 | 31 March 2020 £000 |
| Miscellaneous Income | | | | |
| Income from Local Health Boards | 709,726 | 628,108 | 183,679 | 166,054 |
| Income from Wales NHS Trusts | 56 | 122 | 40 | |
| Income from Welsh Government | 730 | 145 | | |
| Other Income from Activities | 1,374 | 275 | | |
| Total Income | 711,886 | 628,650 | 183,719 | 166,054 |
| Expenditure on Healthcare from Other Providers | | | | |
| Other NHS Wales LHBS | 447,251 | 410,549 | 6,059 | 4,393 |
| Other NHS Wales Trusts | 47,281 | 46,767 | 172,178 | 158,589 |
| Other Non Welsh NHS Bodies | 159,422 | 142,362 | | |
| Local Authorities | | 0 | | |
| Voluntary Organisations | 4,135 | 3,986 | 188 | |
| Private Providers | 48,253 | 20,587 | 2,249 | 110 |
| Total Expenditure on Healthcare | 706,342 | 624,251 | 180,674 | 163,092 |
| Expenditure on Hospital and Community Services | | | | |
| Staff costs | 4,138 | 3,860 | 2,593 | 2,103 |
| Clinical Supplies & Services | 9 | 0 | 0 | 181 |
| Consultancy | 842 | (10) | 188 | 159 |
| Establishment | 44 | 125 | 75 | 215 |
| Premises | 444 | 356 | 187 | 292 |
| Audit Fees | 50 | 50 | | |
| Losses and Special Payments | | | | |
| Other Operating Expenses | 17 | 18 | 2 | 12 |
| Total Expenditure on Hospital and Community Services | 5,544 | 4,399 | 3,045 | 2,962 |
| Net Operating Costs of the Committees | 0 | 0 | 0 | 0 |
| Trade and Other Receivables | | | | |
| Welsh Government | 413 | 145 | | |
| Welsh Health Boards | 11,720 | 3,238 | 1,403 | 423 |
| Welsh NHS Trusts | 2,028 | 50 | 12 | 818 |
| Other NHS | 1,145 | 2,729 | | |
| Other Debtors | 69 | 48 | | |
| Other Prepayments | 56 | 31 | 36 | 28 |
| Total Receivables | 15,431 | 6,241 | 1,451 | 1,269 |
| Liabilities | | | | |
| Welsh Government | | 0 | | 22 |
| Welsh Health Boards | 13,632 | 11,162 | 1,439 | 906 |
| Welsh NHS Trusts | 34 | 332 | 1,448 | 96 |
| Other NHS | 21,989 | 16,990 | 32 | 25 |
| Taxation and social security payable | 58 | 54 | | |
| NI contributions payable to HMRC | 66 | 63 | | |
| Non-NHS creditors | 3,859 | 1,644 | 1 | 19 |
| Accruals | 3,321 | 2,035 | 758 | 237 |
| Payments on account | 4 | 5 | | |
| Provisions | 360 | 141 | | |
| Total Liabilities | 43,323 | 32,426 | 3,678 | 1,305 |
| Cash Balances Held | 16,050 | 14,343 | 2,227 | 36 |
| Taxpayer's Equity in the Committees | (11,842) | (11,842) | 0 | 0 |

34. Other Information

34.1. 6.3% Staff Employer Pension Contributions - Notional Element

The value of notional transactions is based on estimated costs for the twelve month period 1 April 2020 to 31 March 2021. This has been calculated from actual Welsh Government expenditure for the 6.3% staff employer pension contribution between April 2020 and February 2021 alongside Health Board/Trust/SHA data for March 2021.

Transactions include notional expenditure in relation to the 6.3% paid to NHS BSA by Welsh Government a funding to cover that expenditure as follows:

| | 2020-21 £000 |
|--|-----------------|
| Statement of Comprehensive Net Expenditure for the year ended 31 March 2021 | |
| Expenditure on Hospital and Community Health Services | 225 |
| Being additional contribution included within staff costs | |
| 4. Miscellaneous Income | |
| Local Health Boards | 225 |
| Reflecting the transfer of the resource allocation from the host organisation | |
| 3. Analysis of gross operating costs | |
| 3.3 Expenditure on Hospital and Community Health Services | |
| Staff costs | 225 |
| 9.1 Employee costs | |
| Permanent Staff | |
| Employer contributions to NHS Pension Scheme | 225 |
| Charged to revenue | 225 |

34. Other Information

34.2. Other (continued)

Welsh Government Covid 19 Funding

| | 2020-21 £000 |
|---|-----------------|
| Capital | |
| Capital Funding Field Hospitals | 0 |
| Capital Funding Equipment & Works | 0 |
| Capital Funding other (Specify) | 0 |
| Welsh Government Covid 19 Capital Funding | 0 |
| Revenue | |
| Sustainability Funding | 0 |
| C-19 Pay Costs Q1 (Future Quarters covered by SF) | 0 |
| Field Hospital (Set Up Costs, Decommissioning & Consequential losses) | 0 |
| PPE (including All Wales Equipment via NWSSP) | 0 |
| TTP- Testing & Sampling - Pay & Non Pay | 0 |
| TTP - NHS & LA Tracing - Pay & Non Pay | 0 |
| Vaccination - Extended Flu Programme | 0 |
| Vaccination - COVID-19 | 0 |
| Bonus | 0 |
| Annual Leave Accrual - Increase due to Covid | 0 |
| Urgent & Emergency Care | 0 |
| Support for Adult Social Care Providers | 0 |
| Hospices | 0 |
| Independent Health Sector | 23470 |
| Mental Health | 5773 |
| Other Primary Care | 0 |
| Other | 0 |
| Welsh Government Covid 19 Revenue Funding | 29243 |

COVID 19 related expenditure included in notes 3.2 and 3.3

34. Other Information

34.3 Implementation of IFRS 16

HM Treasury agreed with the Financial Reporting Advisory Board (FRAB), to defer the implementation of IFRS 16 Leases until 1 April 2022, because of the circumstances caused by Covid-19.

To ease the pressure on NHS Wales Finance Departments the IFRS 16 detailed impact statement has been removed by the Welsh Government Health and Social Services Group, Finance Department.

We expect the introduction of IFRS16 will have a significant impact and this will be worked through for disclosure in our 2021-22 financial statements.

THE NATIONAL HEALTH SERVICE IN WALES ACCOUNTS DIRECTION GIVEN BY WELSH MINISTERS IN ACCORDANCE WITH SCHEDULE 9 SECTION 178 PARA 3(1) OF THE NATIONAL HEALTH SERVICE (WALES) ACT 2006 (C.42) AND WITH THE APPROVAL OF TREASURY

LOCAL HEALTH BOARDS

1. Welsh Ministers direct that an account shall be prepared for the financial year ended 31 March 2011 and subsequent financial years in respect of the Local Health Boards (LHB)¹, in the form specified in paragraphs [2] to [7] below.

BASIS OF PREPARATION

2. The account of the LHB shall comply with:

(a) the accounting guidance of the Government Financial Reporting Manual (FReM), which is in force for the financial year in which the accounts are being prepared, and has been applied by the Welsh Government and detailed in the NHS Wales LHB Manual for Accounts;

(b) any other specific guidance or disclosures required by the Welsh Government.

FORM AND CONTENT

3. The account of the LHB for the year ended 31 March 2011 and subsequent years shall comprise a statement of comprehensive net expenditure, a statement of financial position, a statement of cash flows and a statement of changes in taxpayers' equity as long as these statements are required by the FReM and applied by the Welsh Assembly Government, including such notes as are necessary to ensure a proper understanding of the accounts.

4. For the financial year ended 31 March 2011 and subsequent years, the account of the LHB shall give a true and fair view of the state of affairs as at the end of the financial year and the operating costs, changes in taxpayers' equity and cash flows during the year.

5. The account shall be signed and dated by the Chief Executive of the LHB.

MISCELLANEOUS

6. The direction shall be reproduced as an appendix to the published accounts.

7. The notes to the accounts shall, inter alia, include details of the accounting policies adopted.

Signed by the authority of Welsh Ministers

Signed : Chris Hurst

Dated :

1. Please see regulation 3 of the 2009 No.1559 (W.154); NATIONAL HEALTH SERVICE, WALES; The Local Health Boards (Transfer of Staff, Property, Rights and Liabilities) (Wales) Order 2009.