



**AGENDA ITEM**

2.2.2d

**PLANNING, PERFORMANCE & FINANCE COMMITTEE**

**MONTH 10 MONITORING RETURNS TO WELSH GOVERNMENT**

|   |  |
|---|--|
| <b>Date of meeting</b>                  | 22/02/22                                     |
| <b>FOI Status</b>                       | Open/Public                                  |
| <b>If closed please indicate reason</b> | Not Applicable - Public Report               |
| <b>Prepared by</b>                      | Mark Thomas, Deputy Director of Finance      |
| <b>Presented by</b>                     | Sally May, Director of Finance & Procurement |
| <b>Approving Executive Sponsor</b>      | Executive Director of Finance & Procurement  |
| <b>Report purpose</b>                   | FOR NOTING                                   |

**Engagement (internal/external) undertaken to date (including receipt/consideration at Committee/group)**

| <b>Committee/Group/Individuals</b> | <b>Date</b> | <b>Outcome</b> |
|------------------------------------|-------------|----------------|
| Welsh Government                   | 11/02/2022  | NOTED          |

**ACRONYMS**

|        |   |
|--------|---|
| WG     | Welsh Government                          |
| M1 etc | Month 1 etc                               |
| PPFC   | Planning, Performance & Finance Committee |
| LHB    | Local Health Board                        |

## **MONTH 10 MONITORING RETURNS TO WELSH GOVERNMENT**

### **1. SITUATION/BACKGROUND**

In addition to our normal internal Finance reports there is a WG requirement for a Committee of the Board to receive the monthly Monitoring Return submissions to WG (narrative report plus certain tables) in order to provide the Committee with transparency on the submission made to WG.

The purpose of this report is to provide the PPFC with information from the M10 Financial Monitoring Return submission to Welsh Government.

### **2. SPECIFIC MATTERS FOR CONSIDERATION BY THIS MEETING (ASSESSMENT)**

The HB, SHA & Trust Monthly Financial Monitoring Return Guidance was issued on 23 April 2021. This guidance refers to the monitoring return spreadsheet and accompanying narrative that LHBs will need to complete to report their 2021/22 financial performance, together with the following requirements:

The Day 9 submission to WG must be agreed and the narrative signed by both the Director of Finance and Chief Executive before the submission is made to WG. The Board governance, regarding the arrangements for when the Director of Finance and/or Chief Executive is not available, should be set out at the start of the year and shared with the Head of NHS Financial Management.

An additional statement must be included in the narrative each month to clarify the date and main Committee of the Board which will receive that Month's Financial Monitoring return ( consisting of the Narrative, Table A, Table A2, Table B3 and Tables C, C1, C2 & C3) in order to provide the Committee with , transparency on the submission made to WG.

The following information is provided at Annex A:

| <b>Annex A</b>               |
|------------------------------|
| M10 Narrative report         |
| Table A - Movement           |
| Table A2 - Risks             |
| Table B3 – COVID-19 Analysis |
| Tables C, C1, C2 & C3        |

### 3. KEY RISKS/MATTERS FOR ESCALATION TO BOARD/COMMITTEE

All information made available to WG should be consistent with that provided to the Board. The detailed commentary in the Monitoring Returns must include a statement confirming that the financial information reported in the Monitoring Return aligns to the financial details included with the internal Board papers.

The key information included in the M10 Financial Monitoring returns is summarised below:

|                             |          |
|-----------------------------|----------|
|                             | M10      |
|                             | £k       |
| In month position           | (118)    |
| YTD position                | (317)    |
| Forecast Year end position  | 0        |
| Forecast recurrent position | 44,500   |
|                             |          |
| Savings:                    |          |
| Annual target               | 14,500   |
| Forecast savings            | (12,700) |
| Forecast savings shortfall  | 1,800    |
| YTD savings                 | 10,500   |
|                             |          |

**This information is consistent with the M10 Finance reports going to Management Board, PPFC and the Board.**

It is important to note that M10 internal reporting within the Health Board is reporting a M10 YTD savings shortfall of £0.8m compared to the £0.7m shortfall reported in this Monitoring Return. This is due to a different phasing of the savings target in the HB plan where the Q1 target = £1.5m (Actual savings in Q1) and the balance of £13m has been phased equally over M4-M12.

|                              | Monitoring Return<br>Table C | Internal HB reporting |
|------------------------------|------------------------------|-----------------------|
|                              | £m                           | £m                    |
| Annual Plan                  | 14.5                         | 14.5                  |
| Year to date Plan            | 11.2                         | 11.3                  |
| Year to date actual          | (10.5)                       | (10.5)                |
| <b>Year to date Variance</b> | <b>0.7</b>                   | <b>0.8</b>            |



#### 4. IMPACT ASSESSMENT

|   |  |
|---|--|
| <b>Quality/Safety/Patient Experience implications</b>   | There are no specific quality and safety implications related to the activity outlined in this report. |
|   |  |
| <b>Related Health and Care standard(s)</b>  | Governance, Leadership and Accountability  |
|   | If more than one Healthcare Standard applies please list below:  |
| <b>Equality Impact Assessment (EIA) completed - Please note EIAs are required for <u>all</u> new, changed or withdrawn policies and services.</b> | No (Include further detail below)  |
|   | Not required.  |
| <b>Legal implications / impact</b>  |  |
|   | There are no specific legal implications related to the activity outlined in this report.              |
| <b>Resource (Capital/Revenue £/Workforce) implications / Impact</b>   | Yes (Include further detail below)   |
|   | The paper is directly relevant to the allocation and utilisation of resources.                         |
| <b>Link to Strategic Goals</b>  | Sustaining Our Future  |

#### 5. RECOMMENDATION

The Committee is asked to **NOTE** the contents of the Month 10 Monitoring Returns submitted to Welsh Government for 2021/22.