

# 2022-23 Finance Performance Report

## Month 6



# Summary



## Situation

A separate Finance report has been prepared which sets out the overall financial position of the Health Board as at M6.

The purpose of this report is focus on the financial performance of the individual Care Groups and directorates as at M6 (i.e. the Delegated budget position).

The overall financial position report is discussed at the Full Board, the Planning, Performance & Finance Committee (PPFC) and also the Strategic Leadership Group (SLG).

This financial performance report is discussed at the PPFC and SLG meetings .

Where required, PPFC may request further information or a 'deep dive' on the financial performance of individual ILGs and directorates.

## Background

The IMTP submitted to Welsh Government in April 2022 set out the financial plan for the UHB for the financial year 2022-23. In accordance with Welsh Government guidance, our financial plan was set out into 3 parts:

- Core Plan
- COVID Response
- Exceptional Cost Pressures

The Core plan includes a recurrent savings target of £17.3m. In addition, our Integrated Locality Groups (ILGs) and Directorates identified brought forward recurrent cost pressures of circa £11m. These cost pressures are not included in the financial plan for 22/23 and recovery plans are required to manage these overspends back to delegated budgets.





# Summary



## Assessment

The M6 Delegated underspend was £1.2m. This represents a £3.0m improvement compared to the average monthly overspend for M1-5 of £1.8m per month. This £3m improvement on trend includes:

- a £2.1m improvement on Savings which includes £1.4m in Contracting & Commissioning.
- a £1.5m improvement on Pay which includes £0.4m in Mental Health, £0.4m in Corporate directorates and £0.3m in Planned Care.

The M6 Delegated overspend now stands at £7.9m. This includes a £1.3m shortfall against the M6 savings targets plus other overspends of £6.3m. These other overspends include adverse variances against Pay (£2.3m), Non Pay (£1.2m) and Income (£3.2m).

The most significant overspends (exc Savings shortfalls) at M6 are being reported by Unscheduled Care (£4.7m) and Planned Care (£2.1m)

The £11m forecast recurrent overspends from 21/22 that were excluded from the 22/23 financial plan therefore appear to be largely continuing for the first 6 months of 22/23 and are not being fully covered by recovery plans ( 6/12ths of £11m = £5.5m).

The Delegated savings position remains a concern:

- The M6 YTD Delegated savings achievement was £7.7m, which is a £1.3m shortfall compared to the M6 YTD target of £9.0m
- The forecast Delegated savings is only £11.8m and is 6.2m below the £18m annual target.
- The forecast Delegated Recurrent savings is only £6.2m, which is £11.8m below the £18m target.

## Recommendation

The Planning, Performance and Finance Committee (PPFC) is asked to **DISCUSS** and **NOTE** the financial performance of individual Care Groups and directorates for the period to 30 September 2022.





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# Executive Summary



## Current Month Analysis

- The M6 Delegated position is reporting an in month underspend of £1.2m. This represents a £3m improvement compared to the average monthly overspend for M1-5 of £1.8m per month. The key overspending areas in M6 include:
  - Unscheduled Care - £1.1m
  - Planned Care - £0.2m
  - Children & Families - £0.1m
  - There are no other delegated overspends in excess of £50k.

## Year to Date Analysis

- The M6 Delegated position is reporting a YTD deficit of £7.9m. Key overspending areas include:
  - Unscheduled Care - £5.7m ( Savings shortfall £1.0m and Other overspends £4.7m).
  - Planned Care - £1.9m ( Savings £(0.2)m and Other overspends £2.1m).
  - Diagnostics, Therapies & Specialities £1.1m ( Savings shortfall £0.7m and Other overspends £0.4m).

## Savings Position

- The M6 YTD Delegated savings achievement was £7.7m. This represents a shortfall of £1.3m compared to the M6 YTD target of £9.0m
- The forecast Delegated savings is only £11.8m. This forecast is 6.2m below the £18m annual target.
- The forecast Delegated Recurrent savings is only £6.2m. This forecast is £11.8m below the £18m target.





# M6 Summary Performance



	Annual Budget	M6	M6 YTD	M6 Forecast
	£m	£m	£m	£m
<b>Delegated Budgets</b>				
Planned Care	153.2	0.2	1.9	4.6
Unscheduled Care	151.1	1.1	5.7	10.9
Primary & Community Care	188.7	(0.5)	(0.7)	(0.3)
Mental Health & Learning Disabilities	107.0	(0.8)	0.4	4.1
Children & Families	73.2	0.1	0.5	1.0
Diagnostics, Therapies & Specialities	215.3	(0.1)	1.1	3.9
Facilities ( non Hub)	28.7	(0.0)	0.4	0.9
Corporate Executives	137.2	(0.4)	(0.6)	0.9
Contracting & Commissioning	134.8	(0.8)	(0.9)	0.3
<b>Total Delegated Budgets</b>	<b>1,189.2</b>	<b>(1.2)</b>	<b>7.9</b>	<b>26.1</b>
<b>Non Delegated Budgets</b>				
Other Control Accounts	(1,189.2)	0.0	0.0	0.0
Reserves & Contingencies	61.2	0.2	(6.6)	(26.1)
Planned Deficit	(26.5)	2.2	13.3	26.5
<b>Total Non Delegated Budgets</b>	<b>(1,154.6)</b>	<b>2.4</b>	<b>6.7</b>	<b>0.4</b>
<b>Grand total</b>	<b>34.6</b>	<b>1.2</b>	<b>14.6</b>	<b>26.5</b>

## Key Points :

- The M6 Delegated underspend was £1.2m, which was a £3m improvement on trend. The main improvements were seen in:
  - Mental Health – £1.0m
  - Contracting & commissioning - £0.8m
  - Diagnostics & Therapies ( Meds Mgt) - £0.4m
  - Primary & Community - £0.4m
- Despite this improvement , the M6 YTD Delegated position is still showing a £7.9m overspend .
- The most significant overspends are in the following areas and further information is provided in this report:
  - Unscheduled Care £5.7m
  - Planned Care £1.9m
  - Diagnostics, Therapies & Specialities £1.1m
- An analysis of the performance of the Corporate directorates is also provided later in this report.
- Delegated forecast positions prior to M6 reporting was reporting a deficit of £26.1m, this is a deterioration of £4.2m from last months forecast of £21.9m.





# M6 Savings –Actual



Savings	Annual Savings Target	YTD Savings Target	YTD Actual Savings	YTD variance
	£m	£m	£m	£m
<b>Delegated Budgets</b>				
Planned Care	3.7	1.8	2.0	(0.2)
Unscheduled Care	2.9	1.4	0.4	1.0
Primary & Community Care	0.7	0.4	0.3	0.0
Mental Health & Learning Disabilities	2.1	1.0	0.9	0.2
Children & Families	1.8	0.9	0.7	0.2
Diagnostics, Therapies & Specialities	4.4	2.2	1.4	0.8
Facilities ( Non Hub)	0.6	0.3	0.1	0.2
Corporate Executives	1.5	0.8	0.3	0.5
Contracting & Commissioning	0.4	0.2	1.4	(1.2)
<b>Total Delegated Budgets</b>	<b>18.0</b>	<b>9.0</b>	<b>7.7</b>	<b>1.3</b>
<b>Non Delegated</b>	<b>(0.7)</b>	<b>(0.4)</b>	<b>2.0</b>	<b>(2.4)</b>
<b>Grand total</b>	<b>17.3</b>	<b>8.6</b>	<b>9.7</b>	<b>(1.1)</b>

### Key Points :

- Total savings to M6 is £9.7m which is £1.1m higher than target.
- Delegated savings to M6 is only £7.7m, which is £1.3m below the Delegated savings target of £9.0m.
- The largest YTD shortfalls are in Unscheduled Care, Diagnostics, Therapies & Specialities and Corporate Executives.





# M6 Savings - Forecast



Savings	Annual Savings Target	Current Year Forecast savings	Current Year Forecast Variance	Forecast Recurrent Savings	Forecast Recurrent variance
	£m	£m	£m	£m	£m
<b>Delegated Budgets</b>					
Planned Care	3.7	2.9	0.8	0.1	3.6
Unscheduled Care	2.9	0.6	2.3	0.2	2.7
Primary & Community Care	0.7	0.8	-0.1	0.3	0.4
Mental Health & Learning Disabilities	2.1	1.7	0.4	0.2	1.9
Children & Families	1.8	1.2	0.5	0.4	1.3
Diagnostics, Therapies & Specialities	4.4	3.3	1.1	2.4	2.0
Facilities (Non Hub)	0.6	0.2	0.4	0.1	0.5
Corporates	1.5	0.9	0.6	0.9	0.6
Contracting & Commissioning	0.4	1.9	-1.5	1.9	-1.5
<b>Total Delegated Budgets</b>	<b>18.0</b>	<b>13.5</b>	<b>4.5</b>	<b>6.4</b>	<b>11.6</b>
<b>Non Delegated</b>	<b>(0.7)</b>	<b>4.0</b>	<b>(4.7)</b>	<b>4</b>	<b>(4.7)</b>
<b>Grand total</b>	<b>17.3</b>	<b>17.5</b>	<b>(0.2)</b>	<b>10.4</b>	<b>6.9</b>

### Key Points :

- The M6 current year savings forecast is showing a small surplus of £0.2m compared to the annual target of £17.3m.
- The forecast delegated savings is only £13.5m. This forecast is £4.5m below the M6 YTD target.
- The largest forecast savings shortfalls are in Unscheduled Care, Diagnostics, Specialities & Therapies & Planned Care.
- The M6 Recurrent savings forecast of £10.4m is £6.9m below the annual target of £17.3m.
- The forecast delegated Recurrent savings is £6.4m. This forecast is £11.6m below target.
- The largest recurrent savings gaps are in Unscheduled Care, Diagnostics, Specialities & Therapies & Planned Care, Mental Health & Learning Disabilities and Children & Families.





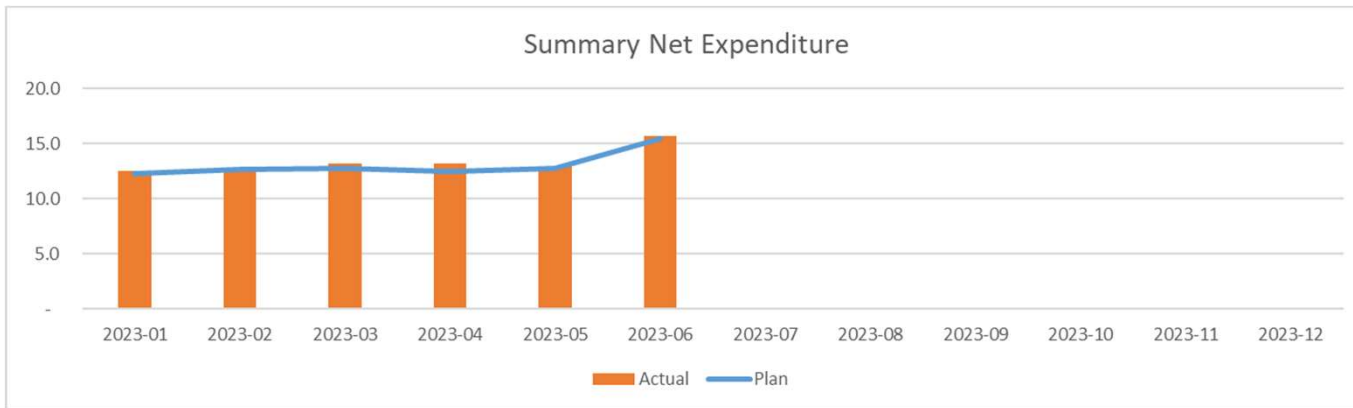
# Planned Care Group M6 Finance Summary



Summary	Annual Budget (£m)	Cur Month Budget (£m)	Cur Month Actual (£m)	Cur Month Variance (£m)	YTD Budget (£m)	YTD Actual (£m)	YTD Variance (£m)	Current Year Forecast
Pay	131.8	13.5	13.6	0.1	66.2	68.7	2.4	
Non Pay	26.9	2.2	2.3	0.1	13.5	13.0	(0.5)	
CRES	(1.2)	(0.0)	0.0	0.0	0.2	0.0	(0.2)	
Income	(4.4)	(0.2)	(0.2)	0.0	(1.4)	(1.3)	0.1	
<b>Grand Total</b>	<b>153.2</b>	<b>15.5</b>	<b>15.7</b>	<b>0.2</b>	<b>78.5</b>	<b>80.3</b>	<b>1.9</b>	<b>4.6</b>

### Key Points :

- The M6 current period variance is a £0.2m overspend. This is consistent with M5.
- The M6 year to date variance is a £1.9m overspend.
- The Current year forecast of £4.6m was provided prior to the reporting of M6. A straight line extrapolation of M6 YTD would indicate a forecast of £3.8m.
- The Net Expenditure in M6 was £15.7m, an increase of £2.8m from M5. This is mainly due to the pay award being paid in M6 (including arrears).

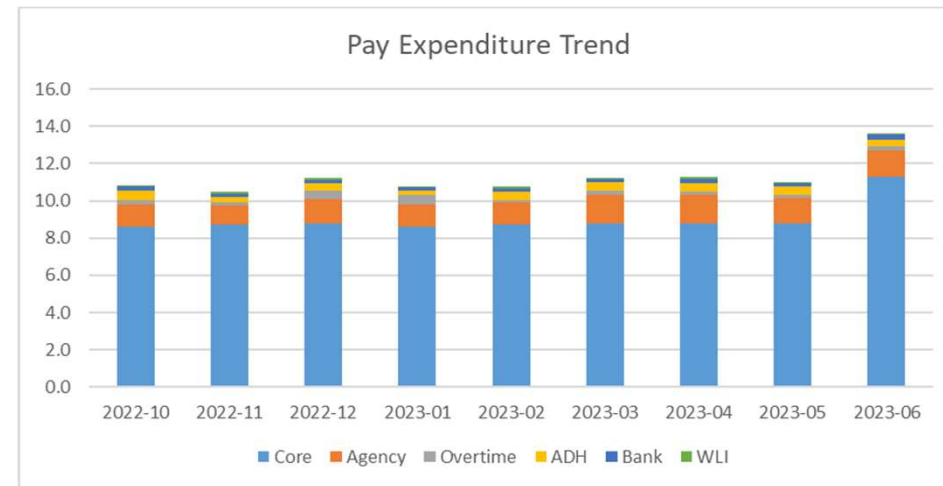




# Planned Care Group M6 Performance- Pay



Pay Expenditure	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
Add Prof Scientific And Technical	0.5	0.0	(0.0)
Additional Clinical Services	14.0	0.2	1.0
Administrative & Clerical	11.2	(0.1)	(0.3)
Allied Health Professionals	4.4	0.0	0.1
Estates And Ancilliary	0.9	(0.0)	(0.1)
Healthcare Scientists	1.5	(0.0)	(0.1)
Medical And Dental	56.9	0.4	2.0
Nursing And Midwifery Registered	42.3	(0.4)	(0.2)
Pay Budget Adjustments	0.1	(0.0)	(0.1)
Students	0.0	0.1	0.2
<b>Grand Total</b>	<b>131.8</b>	<b>0.1</b>	<b>2.4</b>



### Key Points for Year to Date Pay Performance:

- The M6 YTD position is reporting a £2.4m adverse position.
- The most concerning area is Medical & Dental which is overspending by £2.0m and Additional Clinical Services which is overspending by £1.0m.
- Both these overspends reflect agency costs without any mitigating underspends in core substantive pay costs.

### Key Points for Pay Trends:

- The M6 position is reporting expenditure of £13.6m which includes the recently backdated pay award.
- There are no significant movements between M6 and M5 outside of the pay award.

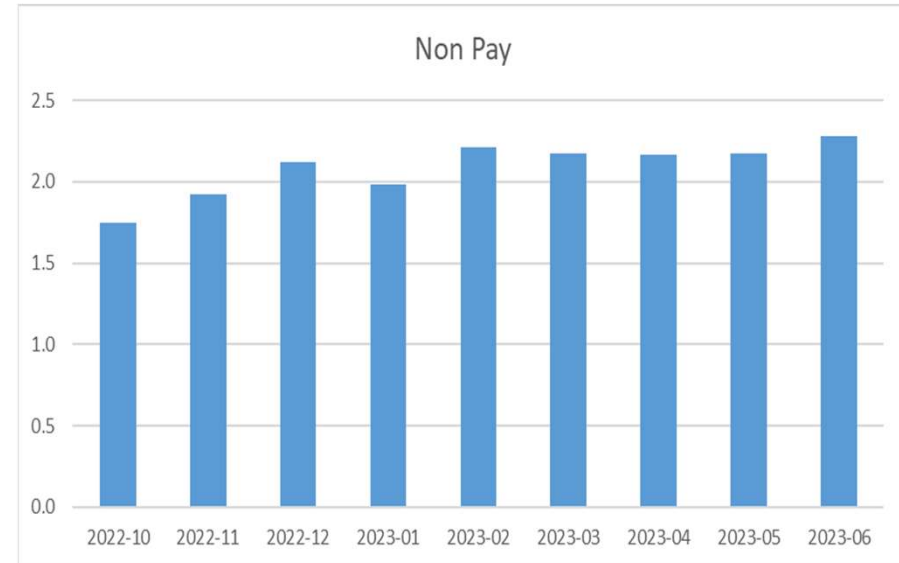




# Planned Care Group M6 Performance- Non pay



Non Pay Expenditure	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
FNC & CHC	0.0	0.0	0.0
DRUGS	6.7	0.1	0.4
M&SE	10.6	(0.1)	(0.2)
SERVICES FROM OTHER NHS BODIES	0.7	(0.0)	(0.0)
ESTABLISHMENT EXPENSES	1.4	0.0	(0.0)
APPLIANCES	5.7	(0.1)	(0.6)
PURCHASE OF HEALTH CARE SERVICES	0.1	(0.0)	(0.0)
MISCELLANEOUS SERVICES	0.2	(0.0)	(0.1)
PREMISES & FIXED PLANT	0.5	0.0	0.2
PRIMARY & SECONDARY CARE	0.0	0.0	0.0
PROVISIONS	0.8	(0.0)	(0.1)
GENERAL SUPPLIES & SERVICES	0.1	0.0	0.0
OTHER CLINICAL SERVICES & SUPPLIES	0.0	(0.0)	0.0
<b>Grand Total</b>	<b>26.9</b>	<b>0.1</b>	<b>(0.5)</b>



### Key Points for Year to Date Non Pay Performance:

- The most significant adverse non pay variance relates to Drugs which is reporting an overspend of £0.4m at M6.
- Appliances are reporting an underspend of £0.6m which reflects the reduced activity being undertaken compared to pre COVID levels.

### Key Points for Non Pay Expenditure Trend:

- Non pay expenditure in M6 continues to remain consistent at £2.3m.





# Planned Care Group M6 Performance - Income & Savings



Income	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
HEALTH ORGANISATIONS	(1.8)	0.0	0.1
PRIVATE PATIENTS	(1.5)	(0.0)	(0.1)
LOCAL AUTHORITIES	0.0	0.0	0.0
CATERING	0.0	0.0	0.0
OTHER INCOME	(1.1)	0.0	0.1
<b>Grand Total</b>	<b>(4.4)</b>	<b>0.0</b>	<b>0.1</b>

### Key Points for Year to Date Income Performance:

- There are no significant income variances to report.

Savings	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
CRES Target	(3.7)	0.3	1.8
Achievement	2.5	(0.3)	(2.0)
<b>Grand Total</b>	<b>(1.2)</b>	<b>0.0</b>	<b>(0.2)</b>

### Key Points for Year to Date Savings Performance:

- The YTD savings performance is reporting a £0.2m Favourable variance at M6.
- The Care Group are reporting an in year forecast of £2.9m for 22/23 which is £0.8m below target and a recurrent forecast of £0.1m which is £3.6m below target.





# Planned Care M6 Performance



## Additional Comments and Key Actions – Planned Care:

- Key drivers of current and year to date position:
  - Medical Pay overspend £1.97m. This includes £1.38m in Bridgend Surgery, mainly driven by MSK SHO tier rota, critical care 3<sup>rd</sup> tier rota and ophthalmology plus £0.63m in Merthyr Surgery mainly driven by ADH and agency cover.
  - HCSW overspend of £0.96m. Mainly agency and bank within Bridgend surgery with 1:1 Enhanced care as the main driver. There has also been an increase in sickness in recent months. Control around agency bookings and clarity on processes has generated improvements. Through the Bridgend Nurse leadership team, supported by the Nurse Productivity Group and Bank office, there has been focused reviews and a number of issues are being tackled. Process and controls around agency bookings and on boarding of new recruits are specific areas being actively targeted. Improvements have been generated and spend reductions are expected in the coming months.
  - CRES overachievement of 0.19m.
  - Non pay underspend of £0.47m. Driven by reduction in elective activity.
- CRES plans, Recovery Plans and further opportunities to reduce spend all reviewed on a regular basis.
- Covid escalation measures all reviewed and de-escalated where possible. Funding continues for PPE and nosocomial COVID investigation.
- CRES target £3.7m with £2.9m forecast delivery in year (£0.06m recurrently).
- The latest forecast for planned care indicated a year end outturn of £4.6m, this was ahead of month 6 reporting. This forecast is likely to deteriorate despite the pay award benefit not being included in the M5 forecast. This deterioration is mainly due to agency use in HCSW and medical staff in M6 above the pay award benefit as well as an increase in non pay due to an increase in Bridgend elective activity and the increase in drug spend mainly relating to Eylea/Faricimab.
- Risks not included in current position, Planned Care Recovery spend exceeding currently agreed targets and winter pressures.





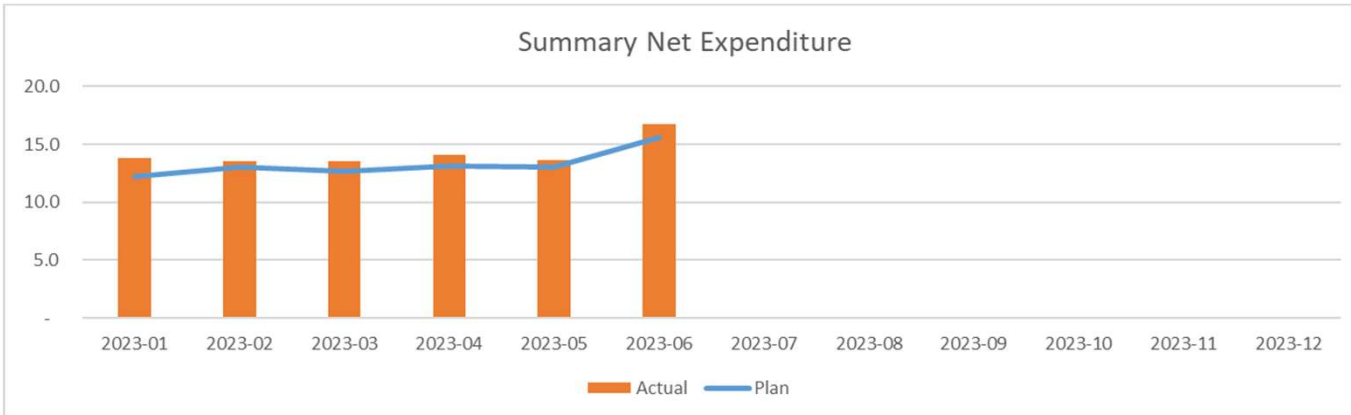
# Unscheduled Care M6 Finance Summary



Summary	Annual Budget (£m)	Cur Month Budget (£m)	Cur Month Actual (£m)	Cur Month Variance (£m)	YTD Budget (£m)	YTD Actual (£m)	YTD Variance (£m)	Current Year Forecast
Pay	128.4	13.1	13.8	0.7	66.1	70.2	4.2	
Non Pay	26.3	2.8	3.0	0.2	15.2	15.8	0.6	
CRES	(2.3)	(0.2)	0.0	0.2	(1.0)	0.0	1.0	
Income	(1.2)	(0.1)	(0.2)	(0.0)	(0.7)	(0.7)	(0.0)	
<b>Grand Total</b>	<b>151.1</b>	<b>15.6</b>	<b>16.7</b>	<b>1.1</b>	<b>79.6</b>	<b>85.3</b>	<b>5.7</b>	<b>10.9</b>

### Key Points :

- The M6 current period overspend of £1.1m is an increase of £0.2m compared to M5 (£0.9m).
  - Medical spend spiked, increase in agency costs for Bridgend and RTE.
  - Additional non-pay spend, pacing devices and diabetic pumps & consumables.
- The year to date variance at M6 is a £5.7m overspend.
- The Current year forecast of £10.9m was provided prior to the reporting of M6. A straight line extrapolation of M6 YTD would indicate a forecast of £11.4m.
- Net Expenditure in M6 was £16.7m an increase of £3.1m from M5. . This is mainly due to the pay award being paid in M6 (including arrears).

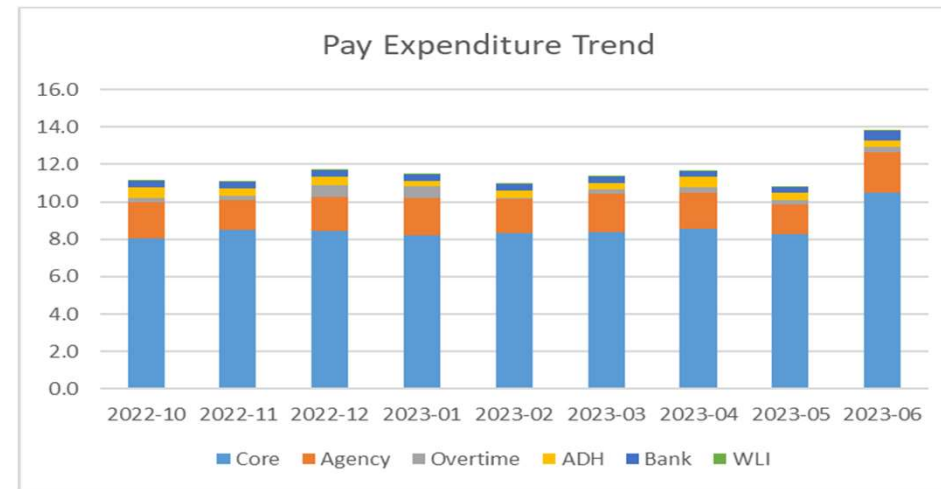




# Unscheduled Care M6 Performance- Pay



Pay Expenditure	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
Add Prof Scientific And Technical	0.3	(0.0)	0.1
Additional Clinical Services	19.5	0.3	1.8
Administrative & Clerical	8.9	(0.1)	(0.1)
Allied Health Professionals	0.1	0.0	0.0
Estates And Ancilliary	0.2	(0.1)	0.0
Healthcare Scientists	2.6	0.1	(0.0)
Medical And Dental	39.5	0.3	1.3
Nursing And Midwifery Registered	57.3	(0.1)	0.7
Pay Budget Adjustments	(0.1)	0.3	0.1
Students	0.0	0.1	0.2
<b>Grand Total</b>	<b>128.4</b>	<b>0.7</b>	<b>4.2</b>



### Key Points for Year to Date Pay Performance:

- The M6 YTD position is reporting a £4.2m adverse variance.
- The most concerning area is Additional Clinical Services, which is overspending by £1.8m. This is primarily HCSW agency and bank, which is also being partially offset by band 2 vacancies
- Medical & Dental is overspending by £1.3m due primarily to agency costs of £1.7m being offset by vacancies.

### Key Points for Pay Trends:

- The M6 position is reporting expenditure of £13.8m which is £2.5m higher than the average of the previous 3 months.
- The increase in M6 expenditure is primarily due to core pay increasing due to the payment of the pay award in M6.
- Medical spend spiked, agency costs rose in Bridgend, particularly ED re. increased trainee gaps and sickness, plus RTE linked to vacancies.





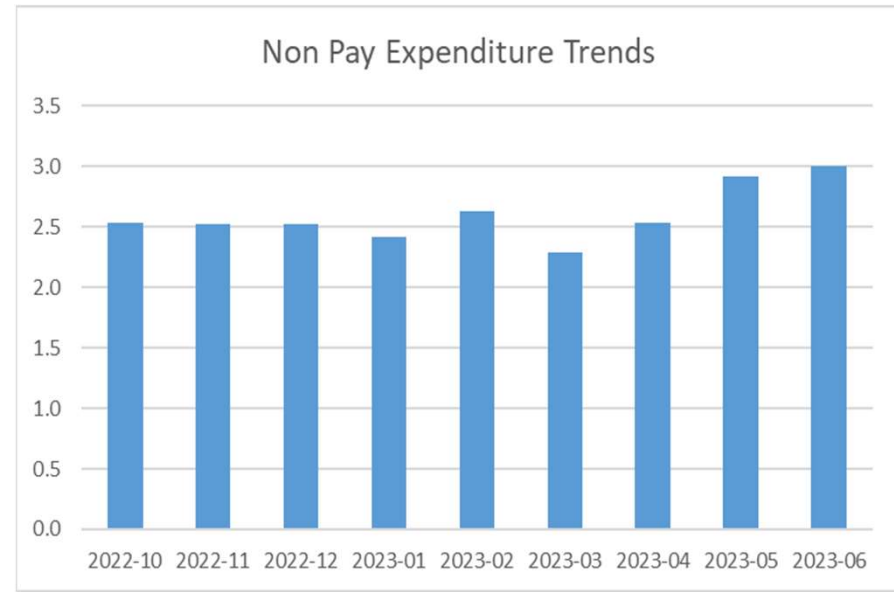
# Unscheduled Care M6 Performance - Non pay



Non Pay Expenditure	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
FNC & CHC	13.3	0.1	(0.0)
DRUGS	6.6	0.1	0.1
M&SE	8.7	(0.0)	0.1
SERVICES FROM OTHER NHS BODIES	1.0	(0.0)	(0.0)
ESTABLISHMENT EXPENSES	2.7	(0.3)	(0.0)
APPLIANCES	2.2	(0.0)	(0.1)
PURCHASE OF HEALTH CARE SERVICES	0.8	(0.0)	(0.1)
MISCELLANEOUS SERVICES	0.1	0.0	(0.0)
PREMISES & FIXED PLANT	1.0	0.1	0.2
PRIMARY & SECONDARY CARE	0.0	0.0	0.0
PROVISIONS	1.0	0.0	0.0
GENERAL SUPPLIES & SERVICES	0.8	0.0	(0.0)
OTHER CLINICAL SERVICES & SUPPLIES	0.2	0.0	0.0
<b>Grand Total</b>	<b>38.4</b>	<b>(0.0)</b>	<b>0.1</b>

### Key Points for Year to Date Non Pay Performance:

- There are no significant Non Pay variances at M6.
- Spend increases include cardiac devices and diabetic pumps/ consumables.
- Also a catch up on recharge of Rheumatology costs by Swansea Bay.



### Key Points for Non Pay Expenditure Trend:

- The non pay expenditure has increased by £0.4m when compared to the average for the last 3 months. Corresponding budget increased by £0.2m.





# Unscheduled Care M6 Performance – Income & Savings



Income	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
HEALTH ORGANISATIONS	(0.6)	(0.0)	0.0
PRIVATE PATIENTS	0.0	0.0	0.0
LOCAL AUTHORITIES	0.0	(0.0)	(0.0)
CATERING	0.0	0.0	0.0
OTHER INCOME	(0.6)	0.0	(0.0)
<b>Grand Total</b>	<b>(1.2)</b>	<b>(0.0)</b>	<b>(0.0)</b>

### Key Points for Year to Date Income Performance:

- There re no significant variances at M6.

Savings	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
CRES Target	(2.9)	0.2	1.4
Achievement	0.5	(0.1)	(0.4)
<b>Grand Total</b>	<b>(2.3)</b>	<b>0.2</b>	<b>1.0</b>

### Key Points for Year to Date Savings Performance:

- The M6 YTD savings performance is reporting a £1.0m adverse variance.
- The Care Group are reporting an in year forecast of £0.6m for 22/23 which is £2.3m below target and a recurrent forecast of £0.2m which is £2.7m below target.





# Unscheduled Care M6 Performance



## Additional Comments and Key Actions –Unscheduled Care:

- Key drivers of current and year to date position:
  - o Medical pay overspend £1.3m. Bridgend £0.5m, M&C £0.397m and RTE £0.4m, mainly linked to premium cost of agency covering sickness, vacancies and rota gaps. This has climbed in M06 linked to additional training gaps necessitating higher agency spend.
  - o Nursing overspend £2.5m (particularly HCAs). Bridgend £2.0m, M&C £0.4m and RTE £0.1m. Enhanced care on NSA Wards.
  - o Students £0.2m. New cohort of overseas nursing and streamlining posts, delays to nurses passing their OSCE and taking RN posts.
  - o Pay award benefit (£0.57m). Bridgend (£0.2m), M&C (£0.2m) and RTE (£0.2m).
  - o CRES underachievement variance £1.0m. Bridgend £0.5m, M&C £0.3m and RTE £0.200m.
  - o Non pay £0.6m. Key overspend areas are drugs £0.1m, M&SE £0.1m and premises and fixed plant £0.2m. Primarily within RTE M&SE at £0.2m linked to diabetic pumps & consumables, where ongoing work within the CSG is being undertaken to monitor and account for spend, particularly in relation to out of area patients. The RTE overspend is being offset by Bridgend M&SE underspend of (£0.1m).
- Further opportunities to develop CRES and Recovery plans to reduce spend continue to be reviewed and developments sought.
- Covid escalation measures continue to be reviewed with an expectation of de-escalation when possible. Covid spend forecast for year currently £6.5m
- CRES target of £2.9m with £0.6m forecast delivery in year (£0.2m recurrently).The biggest gap is for Bridgend CSG with only 10% achievement forecast against target in year.
- Risks not included in current position include winter pressures, medical staffing increased use of ADH/Agency cover, nursing/HCA increase in agency use beyond the current forecast.
- Opportunities not included in current position include NICE funding for Parc Prison Hep C drug treatment and NHS recruitment into medical rota gaps to cover vacancies, on call etc.





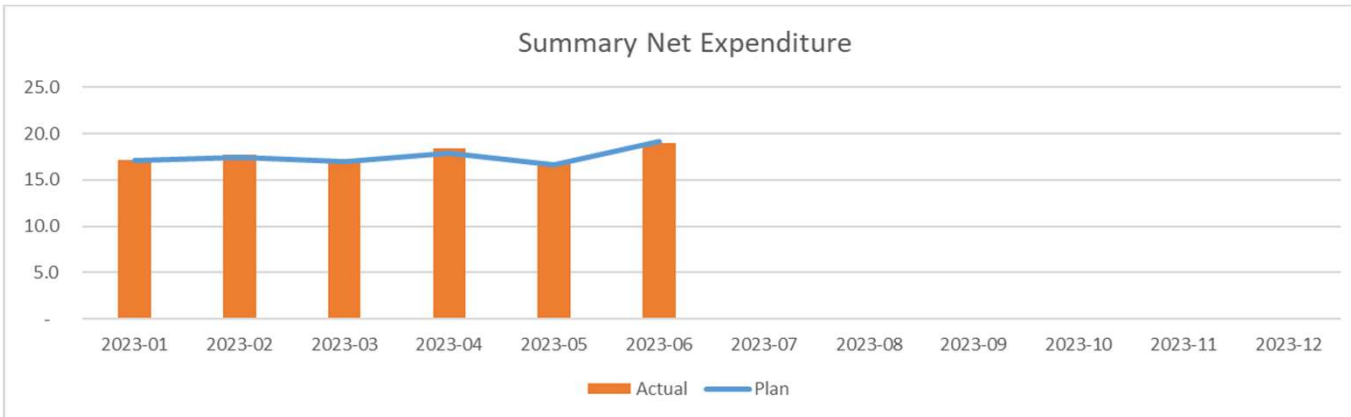
# Diagnostics, therapies & Specialties M6 Finance Summary



Summary	Annual Budget (£m)	Cur Month Budget (£m)	Cur Month Actual (£m)	Cur Month Variance (£m)	YTD Budget (£m)	YTD Actual (£m)	YTD Variance (£m)	Current Year Forecast
Pay	69.5	7.3	7.0	(0.3)	35.1	34.5	(0.7)	
Non Pay	157.9	12.3	13.0	0.7	75.6	76.8	1.2	
CRES	(2.1)	0.4	0.0	(0.4)	(0.8)	0.0	0.8	
Income	(10.0)	(0.8)	(1.0)	(0.2)	(4.8)	(5.0)	(0.1)	
<b>Grand Total</b>	<b>215.3</b>	<b>19.1</b>	<b>19.0</b>	<b>(0.1)</b>	<b>105.1</b>	<b>106.2</b>	<b>1.1</b>	<b>3.9</b>

### Key Points :

- The M6 current period variance of £0.1m underspend is an improvement of £0.2m compared to M5 (£0.1m overspend)
- The year to date variance at M6 is a £1.1m overspend.
- The Current year forecast of £3.9m was provided prior to the reporting of M6. A straight line extrapolation of M6 YTD would indicate a forecast of £2.2m. The Care Group are therefore forecasting a significant deterioration in the second half of the year.
- Net Expenditure in M6 was £19.0m an increase of £2.3m from M5. Circa £1.5m of this increase is due to the pay award and the balance is mainly primary care prescribing.

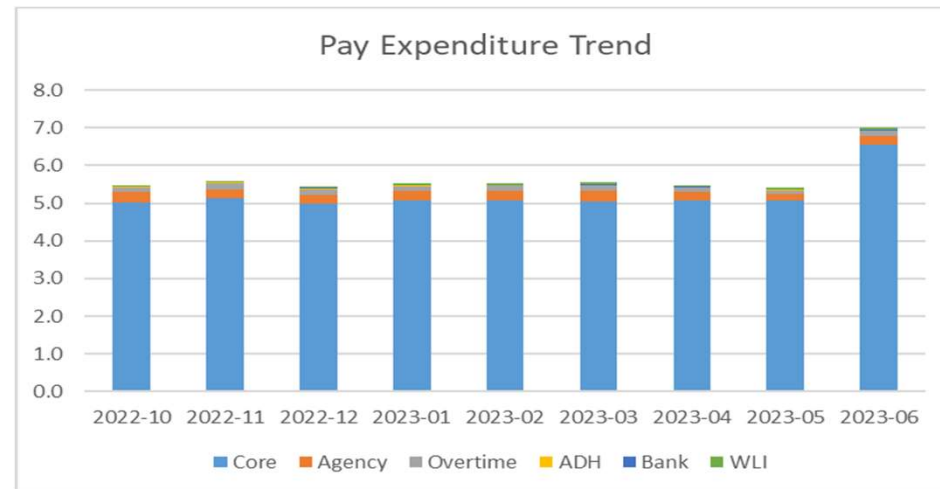




# Diagnostics, therapies & Specialties M6 Performance - Pay



Pay Expenditure	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
Add Prof Scientific And Technical	10.5	(0.0)	(0.2)
Additional Clinical Services	8.9	(0.1)	(0.5)
Administrative & Clerical	4.6	0.0	0.0
Allied Health Professionals	28.4	(0.1)	(0.2)
Estates And Ancillary	0.0	0.0	0.0
Healthcare Scientists	6.8	0.0	0.1
Medical And Dental	9.2	(0.1)	(0.1)
Nursing And Midwifery Registered	1.4	(0.0)	(0.0)
Pay Budget Adjustments	(0.4)	0.1	0.3
Students	0.0	0.0	0.0
<b>Grand Total</b>	<b>69.5</b>	<b>(0.2)</b>	<b>(0.6)</b>



### Key Points for Year to Date Pay Performance:

- The M6 YTD position is reporting a £0.6m favourable variance.

### Key Points for Pay Trends:

- The M6 position is reporting expenditure of £7.0m which is higher than previous months, but includes the backdated pay awards.





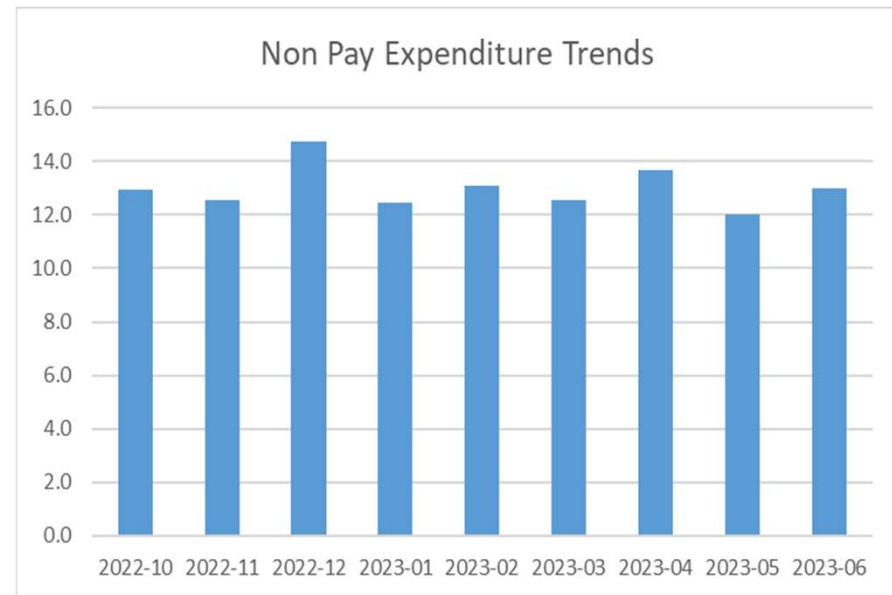
# Diagnostics, therapies & Specialties M6 Performance - Non pay



Non Pay Expenditure	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
FNC & CHC	0.0	0.1	0.3
DRUGS	11.3	0.0	(0.2)
M&SE	2.3	0.1	(0.1)
SERVICES FROM OTHER NHS BODIES	8.2	0.2	0.3
ESTABLISHMENT EXPENSES	1.2	0.0	0.1
APPLIANCES	0.8	(0.0)	(0.1)
PURCHASE OF HEALTH CARE SERVICES	2.6	(0.0)	0.0
MISCELLANEOUS SERVICES	7.4	(0.0)	(0.0)
PREMISES & FIXED PLANT	0.6	(0.0)	0.0
PRIMARY & SECONDARY CARE	117.0	0.3	0.8
PROVISIONS	0.0	0.0	0.0
GENERAL SUPPLIES & SERVICES	0.1	(0.0)	0.0
OTHER CLINICAL SERVICES & SUPPLIES	6.4	0.1	(0.1)
<b>Grand Total</b>	<b>157.9</b>	<b>0.7</b>	<b>1.2</b>

### Key Points for Year to Date Non Pay Performance:

- The most significant non pay variance relates to a £0.8m adverse variance for Primary & Secondary Care which relates to primary care prescribing. There is also a £0.3m adverse variance for Services from Other NHS Bodies and £0.3m adverse variance for FNC & CHC.



### Key Points for Non Pay Expenditure Trend:

- Non pay expenditure increased by £0.2m in M6 compared to the average of the previous 3 months.





# Diagnostics, therapies & Specialties M6 – Income & Savings



Income	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
HEALTH ORGANISATIONS	(4.5)	(0.1)	(0.3)
PRIVATE PATIENTS	(0.2)	0.0	0.0
LOCAL AUTHORITIES	(1.5)	(0.1)	0.1
CATERING	0.0	0.0	0.0
OTHER INCOME	(3.8)	(0.0)	0.0
<b>Grand Total</b>	<b>(10.0)</b>	<b>(0.2)</b>	<b>(0.1)</b>

### Key Points for Year to Date Income Performance:

- As at M06, there are no significant variances.

Savings	Annual Budget (£m)	Cur Month Variance (£m)	YTD Variance (£m)
CRES Target	(4.4)	0.4	2.2
Achievement	2.2	(0.8)	(1.4)
<b>Grand Total</b>	<b>(2.1)</b>	<b>(0.4)</b>	<b>0.8</b>

### Key Points for Year to Date Savings Performance:

- The M6 YTD savings performance is reporting a deficit of £0.8m.
- The Care Group are reporting an in year forecast of £3.3m for 22/23 which is £1.1m below target and a recurrent forecast of £2.4m which is £2.0m below target.





### Additional comments and Key Actions – Diagnostics, Therapies & Specialties:

- Key drivers of current and year to date position:
  - Pay underspend of £0.68m. Mainly due to vacancies within Therapies, Medicines Management and Radiology as well as funding received in Month 6 for Radiology PCR schemes backdated to month 1.
  - Non pay overspend of £1.17m. Mainly driven by overspend on Primary care prescribing £1.05m..
  - CRES under achievement of 0.76m.
- CRES plans, Recovery Plans and further opportunities to reduce spend all reviewed on a regular basis.
- Covid escalation measures all reviewed and de-escalated where possible. Funding continues for Adferiad, Extended Flu and PPE.
- CRES target £4.4m with £3.2m forecast delivery in year (£2.2m recurrently).
- The latest forecast for D&T indicated a year end outturn of £3.9m, this was ahead of month 6 reporting. This forecast will deteriorate for month 6 mainly due to increase forecast spend on PAR, due to an increase in CAT M prices from October as well as a deterioration in NCSO.



# Corporate directorates M6 Summary Performance



Corporate Directorates	Annual Budget	M6	M6 YTD	M6 Forecast
	£k	£k	£k	£k
Patient Care & Safety	11,114	(274)	(276)	156
Corporate Development	5,357	25	34	202
Chief Executive	3,429	17	62	90
Finance	4,609	(29)	(148)	(82)
Public Health	10,480	(18)	(29)	0
ICT, Performance & Information & Medical Records	20,389	(2)	232	235
Medical Director	1,157	(8)	(32)	(27)
National Imaging Academy	1,553	(17)	(0)	0
Value Based Healthcare	2,307	(1)	0	0
Planning & Partnership	17,714	(56)	(181)	(231)
Research & Development	1,350	4	23	0
Estates	26,177	(2)	(112)	69
Therapies & Healthcare Sciences	195	(2)	(9)	0
Workforce & Organisational Development	9,589	(98)	(229)	(67)
COO Management	8,068	10	32	111
Facilities Hub	13,736	48	78	458
<b>Grand total</b>	<b>137,223</b>	<b>(404)</b>	<b>(556)</b>	<b>914</b>

### Key Points for Year to Date Performance:

- The M6 YTD position is reporting a £556k surplus..
- The most concerning YTD overspend is in Digital (£232k) .
- The Current year forecast prior to the reporting of M6 was a £914k overspend. A straight line extrapolation of M6 YTD would indicate a forecast of £1.1m surplus. The Corporate directorates are therefore reporting a £2m deterioration in the second half of the year.
- The most significant forecast overspends are reported in:
  - Facilities Hub £458k
  - ICT £235k
  - Corporate Development £202k.
  - Patient Care & Safety £156k,
  - COO Management £111k,





# Corporate directorates M6 Savings –Actual



Corporate Directorates	Annual Target	YTD Target	YTD Act	YTD Var
	£k	£k	£k	£k
Patient Care & Safety	254	127	6	121
Corporate Development	98	50	33	17
Chief Executive	45	17	17	0
Finance	33	17	17	(0)
Public Health	35	17	17	(0)
ICT, Performance & Information & Medical Records	229	114	63	52
Medical Director	0	0	0	0
National Imaging Academy	0	0	0	0
Value Based Healthcare	0	0	0	0
Planning & Partnership	27	14	14	0
Research & Development	7	0	0	0
Estates	361	180	80	101
Therapies & Healthcare Sciences	0	0	0	0
Workforce & Organisational Development	97	49	51	(3)
COO Management	12	6	29	(23)
Facilities Hub	367	183	1	182
<b>Grand total</b>	<b>1,566</b>	<b>774</b>	<b>328</b>	<b>446</b>

### Key Points for Savings:

- Total savings to M6 is £328k which is £446k below target.
- The largest YTD shortfalls are being reported in:
  - Facilities Hub - £182K
  - PC&S- £121K
  - Estates - £101K.
- Additional savings relating to rates reductions have recently been confirmed by Estates which will clear the in-year and recurrent CRES shortfall and improve the forecast position in M7.





# Corporate directorates M6 Savings - Forecast



Corporate Directorates	Annual Savings Target	M6 F/Cast Savings	M6 F/Cast Variance	M6 F/Cast Recurrent Savings	M6 F/Cast Recurrent Variance
	£k	£k	£k	£k	£k
Patient Care & Safety	254	149	105	120	134
Corporate Development	98	65	33	97	2
Chief Executive	45	45	0	41	5
Finance	33	33	(0)	33	0
Public Health	35	35	0	0	35
ICT, Performance & Information & Medical Records	229	88	141	82	147
National Imaging Academy	0	0	0	0	0
Value Based Healthcare	0	0	0	0	0
Planning & Partnership	27	27	0	0	27
Research & Development	7	0	7	0	7
Estates	361	210	151	243	118
Therapies & Healthcare Sciences	0	0	0	0	0
Workforce & Organisational Development	97	102	(5)	125	(28)
COO Management	11	41	(30)	45	43
Facilities Hub	367	73	294	140	0
<b>Grand total</b>	<b>1,565</b>	<b>868</b>	<b>697</b>	<b>926</b>	<b>490</b>

### Key Points for Savings:

- The Forecast savings is £868k. This forecast is £697k below target.
- The largest forecast shortfalls are in:
  - Facilities Hub – £294k
  - PC&S – £105k
  - Estates – £151k
  - Digital - £141k
- The Forecast Recurrent savings is £926k. This forecast is £490k below target.
- The largest forecast recurrent shortfalls are also in the above areas.

