

2003/04 Financial Monitoring Report for Nine Months Ended December

Recommendation:

The Board is asked to note the results reported for the nine months ended 31 December 2003.

Summary

This report updates the Board by providing details of the financial position for the nine months ended 31 December 2003 for the Trusts and the Board. A deficit of £9,695k against the break-even target is reported, an increase of £811k on the November report.

EXPENDITURE:	Cumulative YTD			Variance		Year End Forecast £'000
	RRL / Plan £'000	Actual £'000	Variance £'000	Previous month £'000	Change %	
HEALTHCARE SERVICES:						
FROM TRUSTS RETURNS:						
OWN BOARD'S - ACUTE:						
North Glasgow Trust	368,065	373,609	(5,544)	(5,218)	6%	(5,980)
South Glasgow Trust	168,194	170,495	(2,301)	(2,047)	12%	(3,000)
Yorkhill Trust	73,956	75,247	(1,291)	(932)	39%	(1,451)
	610,215	619,351	(9,136)	(8,197)	11%	(10,431)
OWN BOARD'S - PRIMARY CARE:						
HCH	160,957	158,587	2,370	1,745	36%	3,340
FHS	242,031	245,120	(3,089)	(2,504)	23%	(3,140)
	402,988	403,707	(719)	(759)	5%	200
FROM BOARD RETURNS:						
OTHER NHS:						
Other NHS Service Level Agreements	12,754	12,754	0	0		0
Unplanned Activity (UNPACS)	1,574	1,574	0	0		0
Other Healthcare Providers	16,765	16,765	0	0		0
	31,093	31,093	0	0		0
NON NHS:						
Resource Transfer	56,932	56,932	0	0		0
BOARD SERVICES:						
Management Costs	6,747	6,610	137	10		0
Health Promotion	7,089	7,003	86	86		0
Other Board Services	3,676	3,739	(63)	(24)		0
Pensions and Compensation Payments	2,802	2,802	0	0		0
	20,314	20,154	160	72		0
RESERVES & CONTINGENCIES						
(ADDITIONAL PRESSURES/OFFSETS)	0	0	0	0		1,400
Total Revenue Expenditure	1,121,542	1,131,237	(9,695)	(8,884)	9%	(8,831)

EMBARGOED UNTIL DATE OF MEETING

The trends are shown graphically and continue to indicate a year end forecast of £11m as set out in some detail in the 2003/04 Mid Year Review.

As ever, there remains uncertainty about the final position: since the Mid Year Review the further following factors have become known:

- back pay for part-time staff in respect of public holidays from 2000 for all part-time staff. The cost in 2003/04 could be of the order of £4m with an annual cost of £1m.
- additional cost of Consultants' contract beyond that estimated at Mid Year Review could add further £3m, i.e. become worst case forecast.
- remaining difficulties with NHS Lanarkshire arbitration and the assumed offset against out-patient flow costs.

SUMMARY

<u>All figures £'000</u>	Year End Forecast Best Case	Year End Forecast Worst Case
Glasgow Acute Trusts		
North	(5,980)	(9,000)
South	(3,000)	(3,000)
Yorkhill	(1,451)	(1,451)
	(10,431)	(13,451)
Glasgow Primary Care Trust	(800)	
GP Prescribing Reserve	1,000	
	200	0
Other NHS Services	0	
Non NHS Services	0	
Board Services	0	
Sub total	(10,231)	(13,451)
Pan Glasgow Pressures		
Lanarkshire Arbitration	(1,500)	(3,100)
Senior Medical Contract in range	(3,000)	(8,000)
Other Pay Groups Backpay	tba	tba
Total Estimated Overspend	14,731	24,551
Offset by		
Slippage on Developments	4,000	2,000
PCT Specific	1,000	1,000
CNORIS Refund	900	900
Estimated Year End Position	(8,831)	(20,651)

2004/05 Allocation letter has confirmed that any in year deficit will be carried forward into 2004/05.

Recommendation

- To confirm and endorse the forecast deficit position for 2003/04.
- To confirm that any deficit at the year end will be first call on non-recurrent funding in 2004/05.

