

## 2003/04 Financial Monitoring Report for Ten Months Ended January

**Recommendation:**

The Board is asked to note the results reported for the ten months ended 31 January 2004.

**Summary**

This report updates the Board by providing details of the financial position for the ten months ended 31 January 2004 for the Trusts and the Board. A deficit of £9,572k against the break-even target is reported, a reduction of £123k on the December report.

EXPENDITURE:	Cumulative YTD			Variance		
	RRL / Plan £'000	Actual £'000	Variance £'000	Previous month £'000	Change %	Year End Forecast £'000
<b>HEALTHCARE SERVICES:</b>						
<b>FROM TRUSTS RETURNS:</b>						
<b>OWN BOARD'S - ACUTE:</b>						
North Glasgow Trust	409,133	414,725	(5,592)	(5,544)	1%	(5,980)
South Glasgow Trust	187,079	189,724	(2,645)	(2,301)	15%	(3,180)
Yorkhill Trust	83,024	83,927	(903)	(1,291)	-30%	(860)
	679,236	688,376	(9,140)	(9,136)		(10,020)
<b>OWN BOARD'S - PRIMARY CARE:</b>						
HCH	205,888	202,831	3,057	2,370	29%	3,540
FHS	242,031	245,120	(3,089)	(3,089)	0%	(3,540)
	447,919	447,951	(32)	(719)		0
<b>FROM BOARD RETURNS:</b>						
<b>OTHER NHS:</b>						
Other NHS Service Level Agreements	14,220	14,220	0	0		0
Unplanned Activity (UNPACS)	1,502	1,502	0	0		0
Other Healthcare Providers	18,400	18,400	0	0		0
	34,122	34,122	0	0		0
<b>NON NHS:</b>						
Resource Transfer	57,069	57,069	0	0		0
<b>BOARD SERVICES:</b>						
Management Costs	5,935	6,371	(436)	137		0
Health Promotion	7,701	7,620	81	86		0
Other Board Services	3,838	3,883	(45)	(63)		0
Pensions and Compensation Payments	3,037	3,037	0	0		0
	20,511	20,911	(400)	160		0
<b>RESERVES &amp; CONTINGENCIES</b>						
<b>(ADDITIONAL PRESSURES/OFFSETS)</b>	0	0	0	0		1,400
<b>Total Revenue Expenditure</b>	1,238,857	1,248,429	(9,572)	(9,695)	-1%	(8,620)

## EMBARGOED UNTIL DATE OF MEETING

The trends are shown graphically and continue to indicate a year end forecast of £10m 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>	<b>Year End Forecast Best Case</b>	<b>Year End Forecast Worst Case</b>
<b>Glasgow Acute Trusts</b>		
North	(5,980)	(8,820)
South	(3,180)	(3,180)
Yorkhill	(860)	(1,451)
	(10,020)	(13,451)
<b>Glasgow Primary Care Trust</b>	0	0
	0	0
<b>Other NHS Services</b>	0	0
<b>Non NHS Services</b>	0	0
<b>Board Services</b>	0	0
<b>Sub total</b>	(10,020)	(13,451)
<b>Pan Glasgow Pressures</b>		
Lanarkshire Arbitration	(1,500)	(3,100)
Senior Medical Contract in range	(3,000)	(8,000)
Other Pay Groups Backpay	tba	tba
<b>Total Estimated Overspend</b>	(14,520)	(24,551)
<b>Offset by</b>		
Slippage on Developments	4,000	2,000
PCT Specific	1,000	1,000
CNORIS Refund	900	900
<b>Estimated Year End Position</b>	(8,620)	(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.

