3.3 Executive Dashboard 2019/20 – Period Ending 31st May 2019

Key Financial Information (£000's)	YTD Plan	YTD Actual	YTD Variance	FY Plan	FY Actual	FY Variance
Trading Position (Surplus)/Deficit	4,036	3,960	(77)	11,936	11,936	0
Control Total (Surplus)/Deficit	2,032	1,956	(77)	(89)	(89)	0
Cash	3,482	5,497	2,015	2,768	1,550	(1,218)
Capital Expenditure	658	581	(77)	6,532	6,532	0
CIP's	1,135	1,660	525	11,250	11,250	0
Agency Spend – NHSI Target	1,250	1,554	304	7,500	9,300	1,800
Agency Spend - Plan	1,827	1,554	(273)	9,300	9,300	0

Use of Resource Metric (UoR)	M2 Plan	M2 Actual	Year End Plan	Year End Forecast
Capital Service Capacity	4	4	3	2
Liquidity	3	3	2	2
I&E Margin	4	4	2	2
I&E margin: distance from plan		1		1
Agency Spend	3	2	2	2
Overall Score	**3**	**3**	**2**	**2**

Summary of Position:

May's position is £0.1m favourable to the plan and the forecast is to deliver a breakeven outturn position. The underlying trading position shows the Trust deficit before the Provider Sustainability Funding (PSF) £2.4m and Finance Recovery Fund (FRF) monies of £9.6m.

Cash balances are £2.0m higher than plan; the variation is largely due to timing of payments to suppliers. The current financial plan assumes a requirement for a revenue loan in of £4.2m however after taking into account the additional PSF relating to 2018/19 performance, this is expected to reduce down to a £2.0m requirement within quarter 4. It should be noted however that the Trust has recently received confirmation that the PSF, relating to 2018/19, will not now be received until August. This will impact significantly on the June/ July cash position affecting the Trusts ability to pay suppliers in a timely manner. The Trust will be heavily dependent upon the timing of financial support from commissioners/ Northern Care Alliance towards stranded costs and service agreements for retained corporate services following the transfer of community services on the 1st July.

Agency staff expenditure, of £1.5m ytd, reflects the reduction in the rate of spend following an analysis of the agency process with further detail in the agency section below. Expenditure is below the Trust plan (£0.3m) but above the NHSI cap (£0.3m) and continues to support patient acuity on Mental Health wards and high levels of vacancies and sickness across both Mental Health and Specialist Services. The full year NHSI cap is £7.5m and the Trusts agency target is £9.3m.

The Use of Resources Metric which has an overall score of 3, with an improvement on agency spend ytd at month 2 and is in line with the overall score on plan.

The capital expenditure is £0.1m below the ytd plan; however this is not expected to affect the forecast outturn position.

Key Risks/ Assumptions

CIPs: The release of recurrent savings is a significant challenge. The Value Improvement Programme (VIP) is due to be launched to deliver the efficiency target of £11.3m; however the targets are in the divisions and work is underway to identify schemes. The efficiencies identified at month 2 are all non-recurrent in line with plan and are ahead of the £1.1m plan by £0.5m due to vacancies.

Community Services Transfer: The North East Sector transaction commences on 1st July 2019. Detailed work continues to understand the risks and mitigations associated with the impact of the transactions on the corporate services; however there will be stranded costs. Throughout quarter 2 the Trust will continue to provide transitional support through Service Level Agreements and will be required to work with NHSI to revise the Trust plan following each transaction. A revised financial plan is expected to be submitted to NHSI during quarter 2.

2018/19 Year end accounts: The final accounts were submitted on 29th May with an unqualified audit opinion with no changes required to the primary statements, ending the 2018/19 financial year with a £60k surplus, following confirmation of the PSF.