

Financial Information

HIF Board Report January 2022

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Summary Position

XXXXXXXXXX

CASH BALANCE
JAN 22
£xx

YEAR TO DATE
SURPLUS
£xx

Summary points included in the January report:

- In January HIF reported a **xxxxx** of **£xxx** which means the year to date surplus was reduced to **£xxx**, **xxx** behind plan.
- The non NHS income related to car parking, dining room and coffee shop continues to operate **xxxxxx** levels. Year to date there is a **xxxxx £xxxxx** against plan. Forecast numbers suggest this will be circa **£xxxxx** by the end of the financial year.
- HIF are currently forecasting a surplus of circa **£xxxxx** by the end of the financial year, the context of this is provided on slide 5. this has reduced again from last month due to the continued pressures within the Energy services.
- Pay expenditure continues to be significantly under budget due to the level of vacancies & sickness. Year to date this is **£xxxxx**.

Financial position - workforce

XXXXX

JANUARY 2022

- The overall pay bill for HIF in January **xxxxxxx**, this was mainly as a result of the additional bank holiday payments over Christmas.
- The continued use of non contract spend is a result of vacancies and continued high sickness levels across hotel services particularly.
- Additional hours and overtime payments have remained static in recent months, however Agency spend has crept up again this month. Finance are working closely with budget holders to ensure that establishment data is understood and recruitment is prioritised where vacancies exist.
- The WTE chart shown below highlights the significant difference between the budgeted WTE and the current contracted WTE which remains circa 40 WTE.

XXXXX

Non-pay expenditure

XXXXX

- Year to date the non pay budgets are xxxx by £xxxx.
- Electricity costs have escalated in the last 2 months due to the poor CHP performance.
- The xxxxxx contract was reconciled in month which resulted in a £xxxxx benefit to the year to date position, this is to be reviewed again for 22/23.
- The efficiency target of £xxxxx is phased in at month 10, as yet this hasn't been recurrently identified against any resources.
- Catering – Non pay provisions continue to xxxxx, however there is an offset here within income for £xxxxx related to the HDFT additional requests of provisions that are recharged back.
- Work is underway with the teams to identify cost pressures going forward in 22/23.

Forecast Position – January 22

XXXXX

Key assumptions/Risks included:

- Forecast Surplus has xxxxx to **£xxxx** which is £xxxxx ahead if plan
- The significant pay xxxxxx that we are forecasting is offset by the under recovery of the Non nhs income targets for Car parking, dining room & coffee shop.
- The forecast over spend for energy includes the significant electricity bills incurred for Dec-Feb due to the CHP down time.
- The CIP allocated in 21/22 is sat in non-pay reserves as an xxxxxxx, the plan is to recurrently identify resources to xxxxxxx in 22/23. At the moment the value is xxxxxxxxxxxx funding.

Annual Planning – 2022/23

XXXXX

- The above contract adjustments would leave HIF with a cost efficiency programme in 22/23 of **£xxxxxx**, this number includes the rollover from 21/22 that hasn't been actioned yet in the budgets.
- There are some opportunities (identified in low risk) within existing budgets that reduces the unidentified value to **£xxxxxx**
- Depending on the final value of cost pressures that HIF need to fund internally the value of the efficiency programme may increase further.

XXXXX

- There are a number of xxxxx for 21/22 and 22/23 that have been identified and will need further discussion with the Trust, this includes the impact of energy price inflation.
- Work is still to be done to identify any internal HIF xxxxxx for 22/23 .

Annual Planning – 2022/23 Continued...

- The table below shows the breakdown of the current planning numbers for 22/23, further work is required now to agree these with the budget holders and complete any gaps.
- Discussions will continue with the Trust where there are cost pressures and/or business cases that will require investment.

XXXXX

XXXXX