

BOARD SUBCOMMITTEE ASSURANCE REPORT

Presented for:	Information/Escalation/Decision
Committee Name:	Finance Committee
Presented by:	Ray Harding, Non-Executive Director (Committee Chair)
Date of Committee meeting:	21 August 2020

Points of Escalation

- Financial arrangements to continue for M5 and M6, with deficit being topped up by NHS. Second Half to be subject to a Funding Envelope to be determined, partly in conjunction with STP.
- Initial submission consistent with original Budget submission and interim budget approved by Board in July. Surplus of £10.5m before depreciation and interest, net deficit of £34.3m. The Finance Committee supported this approach.

Key Issues

- Financial performance at M4 is break-even in line with NHS instructions; the underlying deficit to be funded by NHS – £7.9m in M4 and £20m YTD.
- Estates key issues reviewed: water system at Hinchingsbrooke - contamination with Legionella, filters fitted.
- Capital Expenditure approved:
 - IT infrastructure programme - £1.4m (separable items of less than £400k)
 - Linac replacement – £222k
 - CCTV – £184k

Risks

- The Pay run-rate, necessarily increased because of Covid-19, may be difficult to take out of the system – subject to increased management focus. This began to reduce in M4.
- Hinchingsbrooke RAAC panels – reported previously, regarding the replacement of concrete panels. Addressed at August Board and interim mitigation agreed.

Spotlight Outstanding Practice and Innovation

Author:	Ray Harding
Job Title	Non-Executive Director

Date:

25 August 2020