

**Agenda Item No:**

**11**

<b>Report to:</b>	Humber and North Yorkshire Integrated Care Board
<b>Date of Meeting:</b>	9 October 2024
<b>Subject:</b>	<b>Month 5 Finance Report</b>
<b>Director Sponsor:</b>	Emma Sayner, Interim Executive Director of Finance & Investment
<b>Author:</b>	Dilani Gamble, Associate Director of Finance

**STATUS OF THE REPORT:**

Approve  Discuss  Assurance  Information  A Regulatory Requirement

**SUMMARY OF REPORT:**

This report presents the financial position, including NHS providers and the ICB, that is available for the system for the period ended 31 August 2024.

The ICS has reported a £60.9m deficit against a £58.9m year to date plan. This is an overspend of £2m against plan that is mainly due to the cost impact of industrial action earlier in the financial year. The system expects to receive funding at month 6 that will largely offset this pressure. The level of actual year to date deficit, however, requires the system to undertake further work in the remainder of the financial year to support delivery of the planned financial position.

The system recognises that there needs to be a clear profile of financial improvement in place to deliver the 2024/25 plan. Focused work continues to strengthen programme management arrangements, assure effectiveness of control processes, and better align finance and workforce data to identify corrective action.

The system plans to agree a clear set of delivery plans with milestones at the multi-disciplinary summit on 27 September 2024 to provide assurance that the financial plan for the year will be met.

**System Financial Position - Revenue**

- The month 5 position for the system is a deficit of £60.9m against a year-to-date plan deficit of £58.9m. This is an adverse year to date variance to plan of £2m.
- This overspend relates entirely to the cost impact of industrial action earlier in the year and funding to offset this is expected at month 6.
- The system forecast is to deliver the full year planned deficit of £50m.

**System Financial Position - Capital**

- Capital Expenditure, including all funding streams and IFRS, is underspent to date at month 5 mainly as a result of schemes starting later than planned. The forecast position for the ICS is that expenditure will align with plan following confirmed adjustments for additional income to support provider specific schemes.

**RECOMMENDATIONS:**

Members are asked to:

- Note the month 5 system financial position for 2024/25.
- Note the mitigating actions being pursued in year to deliver 2024/25 financial plan.

**ICB STRATEGIC OBJECTIVE**

Leading for Excellence	<input type="checkbox"/>
Leading for Prevention	<input type="checkbox"/>
Leading for Sustainability	<input checked="" type="checkbox"/>
Voice at the Heart	<input type="checkbox"/>

**IMPLICATIONS**

Quality	Deploying our resources in a way that manages quality and safety risks and supports improvement.
HR	Resources are deployed to facilitate effective deployment of workforce to deliver our agreed priorities.
Legal / Regulatory	NHS ICBs expected to operate within financial envelope and in line with formally approved financial plan.
Data Protection / IG	N/A
Health inequality / equality	Allocation methodologies to support delivery of the ICS four aims and resource utilisation in a way that addresses equality, diversity, and inclusion issues.
Conflict of Interest Aspects	N/A
Sustainability	Ensure that resources deployed in a way that promotes environmental sustainability. Capital spend subject to strict carbon footprint regulations.

**ASSESSED RISK:**  
 Revenue overspends – each organisation is managing this risk in line with their internal financial governance systems and processes. Monthly reports are collated and reviewed by the ICB and reported through to NHS England. Financial forecasts continue to be reviewed monthly.

**MONITORING AND ASSURANCE:**  
 The financial position is monitored on a monthly basis with a detailed report taken through the Finance Performance and Delivery committee.

**ENGAGEMENT:**  
 N/A

**REPORT EXEMPT FROM PUBLIC DISCLOSURE** No  Yes   
 If yes, please detail the specific grounds for exemption.