


AGENDA ITEM NO:

**UNIVERSITY HOSPITALS BIRMINGHAM NHS FOUNDATION TRUST
BOARD OF GOVERNORS
FRIDAY 05 DECEMBER 2008**

Title:	FINANCE AND ACTIVITY PERFORMANCE REPORT FOR THE PERIOD ENDING 30 SEPTEMBER 2008
Responsible Director:	Mike Sexton, Director of Finance
Contact:	Julian Miller, Head of Financial Management and Planning, ext. 53074

Purpose:	To present an update to the Board of Governors by providing a copy of the recent Board of Directors report covering Financial and Activity performance to the end of Quarter 2
Confidentiality Level & Reason:	N/A
Medium Term Plan Ref:	Aim 2: Maintain our reputation and position at the leading edge of performance and quality Aim 3: Enhance our reputation for excellent financial management
Key Issues Summary:	The Trust has recorded a £9.768m surplus for the 6 months to 30 September 2008. This represents a favourable variance of £418,000 against the budgeted surplus of £9.350m for the year to date.
Recommendations:	The Board of Governors is asked to receive the contents of this report

Signed: 	Date: 10 October 2008
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UNIVERSITY HOSPITALS BIRMINGHAM NHS FOUNDATION TRUST

BOARD OF DIRECTORS THURSDAY 23 OCTOBER 2008

FINANCE AND ACTIVITY PERFORMANCE REPORT FOR THE PERIOD ENDING 30 SEPTEMBER 2008

PRESENTED BY THE DIRECTOR OF FINANCE

1. Introduction

This financial report covers the first six months of the 2008/09 accounting year from 1 April 2008 to 30 September 2008. The report contains information on three key financial statements; the Income and Expenditure Account (I&E), the Balance Sheet and the Cash Flow Statement.

The report provides detail of operating variances during the month and expenditure against the Capital Programme. Activity performance data is also included for the first five months of the financial year and this is used to restate Divisional positions to reflect the marginal value of over and under performance against healthcare income targets. The paper also incorporates a brief overview of the financial outlook for the Trust in 2009/10.

The Trust has budgeted for a surplus of £18.7m in 2008/09 as set out in the Financial Plan approved by the Board of Directors. For the six months to 30 September 2008 an actual surplus of £9.768m has been achieved. This equates to a favourable variance of £418,000 against the budgeted surplus of £9.350m for the year to date. This represents an improvement of £53,000 from the previously reported variance of £362,000. This position includes £1.0m of additional income for over-performance against healthcare contract targets but does not include any benefit from the General Contingency Reserve.

The Financial Risk Rating (FRR) issued by Monitor stands at 5 (the maximum available rating) based on the published results of Quarter 1 monitoring and self assessment of Quarter 2.

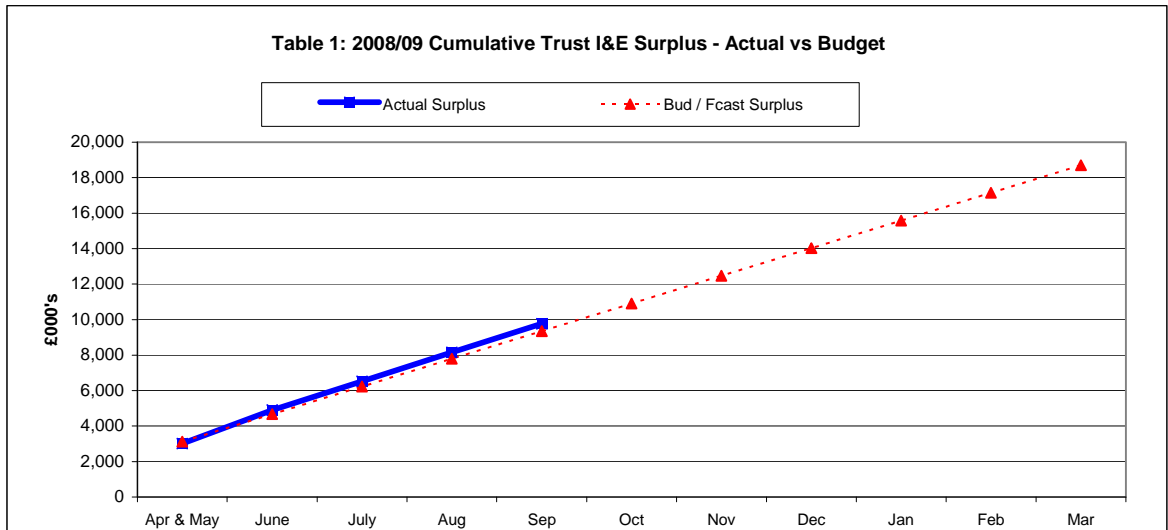
2. Summary of Financial Position

2.1 Year to Date Position

The trend line in Table 1 shows the cumulative income and expenditure (I&E) surplus achieved compared against budgeted levels at the end of each month. As stated above, the Trust has recorded a surplus of £9.768m for the six months to 30 September 2008 compared to a budgeted value of £9.350m for the period. The Trust's I&E performance by Executive Director is summarised in Appendix A.

It is necessary for the Trust to deliver a surplus broadly in line with the planned value of £18.7m in order to meet the future cost increases linked to the New Hospital and generate the cash required to fund the investment in new major medical equipment without recourse to borrowing. A surplus of this level will result in an EBITDA (Earnings before Interest, Tax, Depreciation and Amortisation – a measure of profitability) margin of 7.3% in 2008/09. This is slightly above the FT sector average planned margin of 6.9% for 2008/09, although it is slightly below the actual sector average margin in 2007/08 of 8.0%.

Table 1 – I&E Surplus vs Plan 2008/09



The income and expenditure account appears in Appendix C. Table 2 below shows the summarised revenue transactions of the Trust for the accounting period. An income summary appears in section 3.1 below. Operating expenses are shown in 3.3 below.

Table 2 – YTD Income and Expenditure Budget vs Actual

	Budget	Actual	Variance
	Apr-Sept 08	Apr-Sept 08	
	£m	£m	£m
Total Income	226.7	228.9	2.2
Total Expenditure (excl depreciation)	(210.5)	(212.7)	(2.2)
EBITDA	16.2	16.2	(0.0)
Profit / loss on asset disposals	0.0	0.0	0.0
Exceptional Costs	0.0	0.0	0.0
Depreciation	(5.6)	(5.4)	0.2
Interest Receivable	1.7	1.9	0.2
PDC Dividend	(2.9)	(2.9)	0.0
Net (Deficit)/Surplus	9.4	9.8	0.4

* may include rounding differences

3. Income and Expenditure

3.1 Income Analysis

The overall income position shows a net £2.2m over-recovery against budget for the year to date. NHS Clinical income includes £1.0m of over-performance against contracted healthcare income targets and over-recovery against Trust to Trust patient care SLAs. Non-NHS Clinical Income includes Private Patients, RCDM and RTA Income. Other income reflects non-patient care services provided to other bodies (SLAs), trading income and other ad-hoc sources. Further detail of healthcare income and activity performance is set out in section 3.2.

Table 3 – Income against plan

	Budget	Actual	Variance
	Apr-Sept 08	Apr-Sept 08	
	£m	£m	£m
Clinical - NHS	184.1	185.9	1.8
Clinical - Non NHS	5.3	5.9	0.6
Other	37.3	37.0	(0.3)
TOTAL	226.7	228.9	2.2

* may include rounding differences

3.2 NHS Clinical Income / Activity

Table 4.1 shows the Trust's admitted patient care (APC) activity for the first five months of 2008/09 compared to 2007/08 monthly levels. This

shows that total PbR spells during the first part of the year remain ahead of the equivalent period in the 2007/08.

Outpatient (OP) activity is shown in Table 4.2. This shows that both new and follow up attendances in the first five months of 2008/09 are above monthly levels in the previous financial year.

Table 4.1 – Trust Inpatient Activity

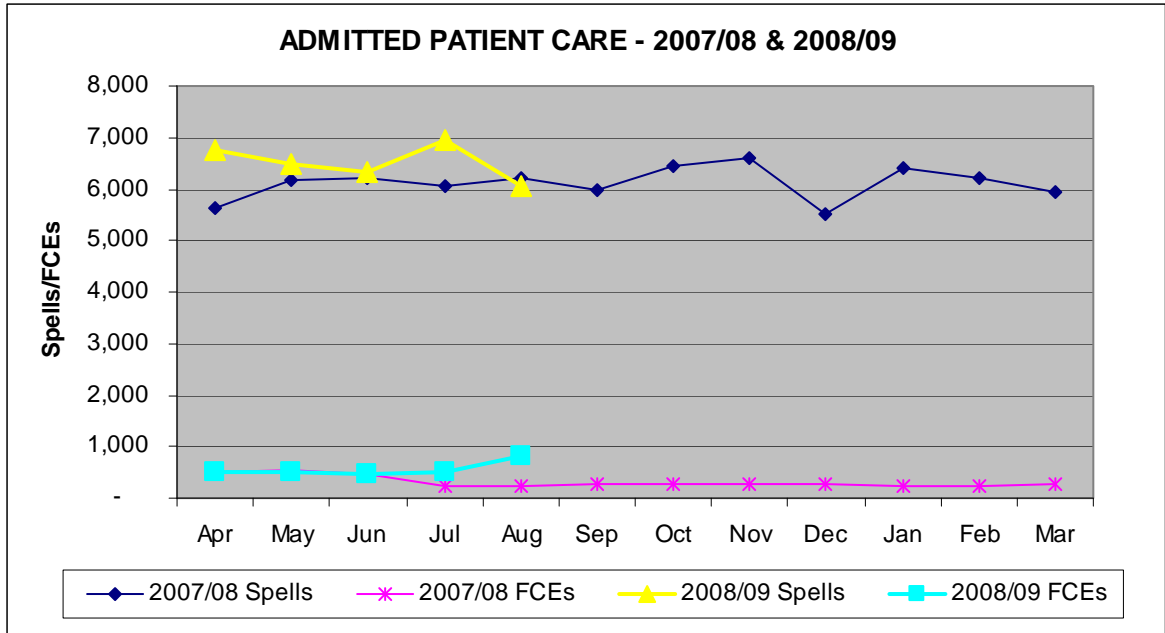


Table 4.2 – Trust Outpatient Activity

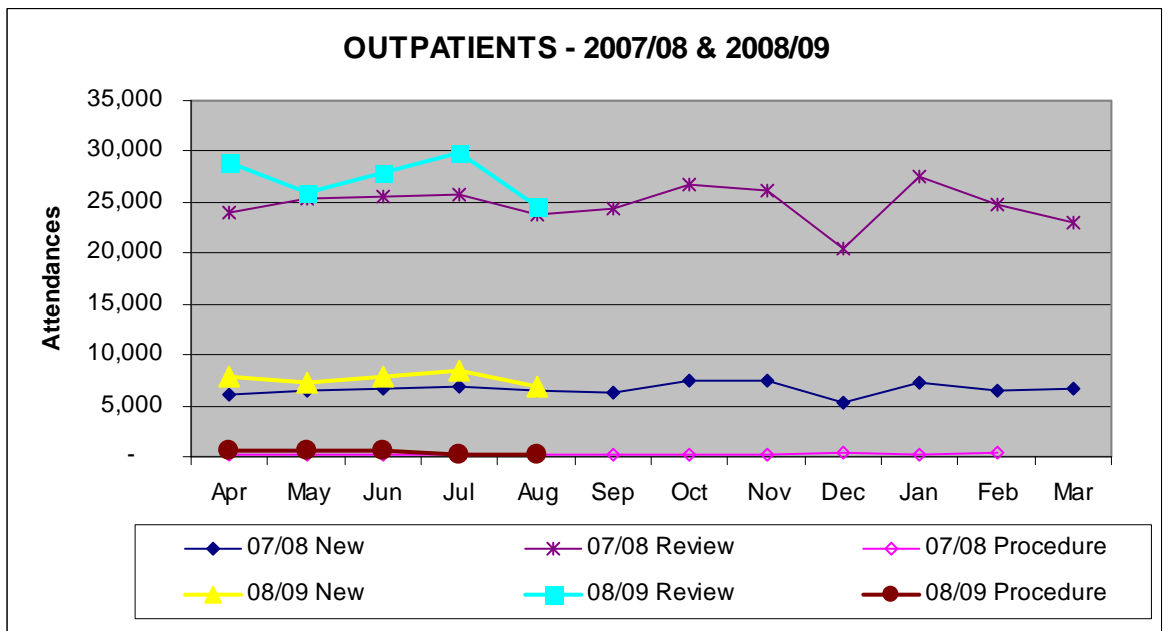


Table 5 below summarises the cumulative income variance by Division and Point of Delivery (POD) against internal targets (based on 2007/08 outturn) and also shows total net over-performance against the external (commissioner) targets on which the Financial Plan is based. This shows that healthcare income is £3.5m ahead of divisional targets at month 5, due primarily over-performance against in-patient targets.

In overall terms this position equates to net over-performance of £1.3m against the contract targets agreed with commissioners, although there are also payment risks in some areas under the new NHS contract. Therefore £1.0m has been included in the ledger to date as a prudent assessment of marginal costs. A full analysis of activity against plan by specialty and by Commissioner is included as Appendix G.

Table 5 – Summary Healthcare Income Performance by Division by Point of Delivery

	YTD Variance against Divisional Baselines			
	Inpatient (£000)	Outpatient (£000)	Other (£000)	Total (£000)
Div 1	6	2	265	273
Div 2	1917	638	32	2587
Div 3	(81)	301	108	328
Div 4	(80)	4	(112)	(188)
Div 5	580	(20)	(99)	460
Total	2342	924	193	3459

Total Variance against 2008/09 Commissioner Targets	1324
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* may include rounding differences

3.3 Expenditure Analysis

A subjective analysis of expenditure variances is set out in Table 6 below. This shows a total variance of (£2.2m) against a budget of £210.5m for the year to date excluding depreciation and PDC dividend payments.

Table 6 – Expenditure against plan

	Budget Apr-Sept 08 £m	Actual Apr-Sept 08 £m	Variance £m
PAY			
Medical Staff	36.9	38.0	(1.1)
Nursing	42.4	41.6	0.8
Scientific & Technical	18.1	18.3	(0.1)
SMP/A&C	23.3	22.2	1.1
Other	7.1	6.6	0.6
Total Pay	127.8	126.6	1.3
NON PAY			
Drugs	29.3	28.9	0.4
Clinical Supplies & Services	20.3	21.8	(1.4)
Other	33.0	35.5	(2.5)
Total Non Pay	82.7	86.2	(3.5)
GRAND TOTAL	210.5	212.7	(2.2)

* may include rounding differences

3.4 Cost Improvement Programme

The Trust's Financial Plan for 2008/09 includes total efficiency savings of £11.5m. Quarterly progress against delivery of this target is shown in Table 7 below. This shows total slippage of £400,000 at quarter two, resulting in 92% overall achievement of planned savings. All areas of slippage are continuously reviewed and contingency schemes will be implemented where possible. The forecast year end position at quarter 2 stands at 98% achievement of plan.

Table 7 – Delivery of Cost Improvements

	Cumulative variance against plan (£000)				
	Q1	Q2	Q3	Q4	Forecast
Division 1	(5)	(185)			(206)
Division 2	(44)	(41)			0
Division 3	(42)	(31)			0
Division 4	(51)	(60)			(124)
Division 5	(30)	(47)			63
Corporate	(15)	(36)			0
Total	(187)	(400)			(267)
% Achieved	92%	92%			98%

4. Divisional Analysis

In total, divisional budgets (including the Chief Operating Officer's direct budgets) have recorded an adverse variance of (£1,692,000) for the six months to 30 September 2008. This is balanced by additional income of £1,000,000 recognised in relation to over-performance against healthcare contracts. Therefore, the net reported operational position is an adverse variance of (£692,000).

The variances by individual Division are shown in Appendix B and the year to date position is summarised in Table 8 below. As stated earlier in the report, Divisional positions are shown both unadjusted and also restated in the table below to include an adjustment for the marginal costs of in year activity variances against plan.

Despite the strong overall position, some financial pressures remain across operational divisions. The main issue for September is a reduction in liver transplant activity (£115k) with only 7 adult transplants performed against a plan of 11 and no paediatric transplants carried out. In addition there were no heart and lung transplants (£50k) carried out during the period. Other key variances include reduced private patient income in Livers (£20k), BMT (£29k) and Neuro-surgery (£36k) and continued overspends relating to UHB Medicines (£84k) whilst production is suspended pending the MHRA re-inspection in early October. These pressures were mitigated by additional RTA income of £77k, non-pay savings in Cardiology of £32k and pay underspends in a number of areas including £74k in Oncology, £47k in Laboratories and £32k in Imaging.

Table 8 – Analysis of year to date variances by Division

	Income £'000	Expenditure £'000	Total £'000	Income adjustment for activity £'000	Overall adjusted I&E position £'000
Division 1	10	(720)	(710)	79	(631)
Division 2	(152)	(704)	(856)	747	(109)
Division 3	717	(952)	(235)	95	(140)
Division 4	(636)	576	(60)	(54)	(114)
Division 5	85	(373)	(288)	133	(155)
COO	(15)	472	457	0	457
Sub - Total	9	(1,701)	(1,692)	1,000	(692)
Healthcare Income	1,000	0	1,000	(1,000)	0
TOTAL	1,009	(1,701)	(692)	0	(692)

<i>Memo General Contingency Reserve</i>			0		0
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Note that the activity adjustments have not been posted to Divisions in the ledger therefore the unadjusted total figures are shown in the appendices.

5. Balance Sheet Report

The balance sheet states the value of assets and liabilities of the Trust. The upper part of the statement shows net assets after deduction of both short and long term liabilities. The lower part identifies the sources of finance or equity used to fund the net asset position. The Trust's Balance Sheet at 30 September 2008 is shown in Table 9 below.

Table 9 – Balance Sheet Report

		Opening balance 1 Apr 2008	Actual Sept 2008	Forecast Sept 2008	Annual Plan Mar 2009
		£m	£m	£m	£m
5.1	Fixed Assets	182.1	180.4	183.3	185.2
5.2	Current Assets:				
5.3	Stock	9.7	9.7	9.7	9.7
5.4	Debtors	25.5	29.3	27.2	25.3
5.5	Cash	71.4	76.8	81.8	93.7
5.6	Total Current Assets	106.6	115.9	118.7	128.7
5.7	Creditors/Provisions	85.9	84.1	90.2	93.2
5.8	Net Assets / (Liabilities)	20.7	31.8	28.5	35.5
5.9	Total Assets Employed	202.8	212.2	211.8	220.7
	Financed By:				
5.1	Government Equity & reserves	202.8	212.2	211.8	220.7

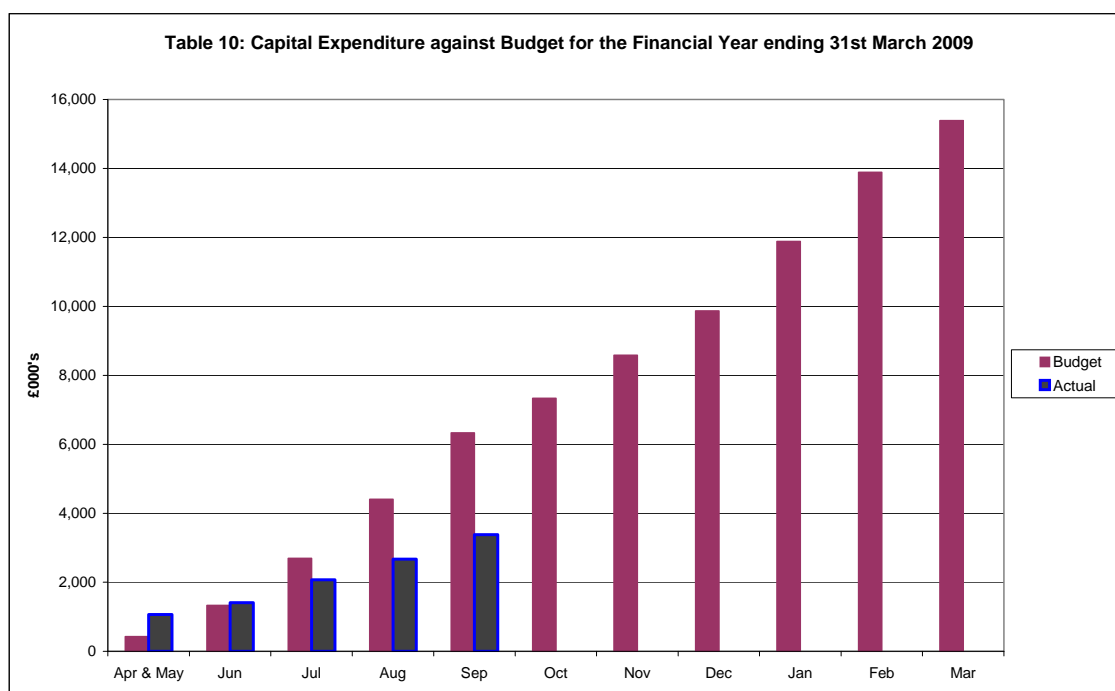
* may include rounding differences

6. Capital Programme

The total value of the Capital Programme for 2008/09 has increased from £14.2m to £15.4m following approval of the RRPPS and Disaster Recovery Unit scheme by the Board of Directors. This programme excludes planned expenditure of £1.0m on the non-retained estate which is funded from revenue sources.

Total capital expenditure to the end of September stands at £3.4m which is £3.0m behind plan as shown in Table 10 below. The main areas of slippage include expenditure on the Retained Estate and Equipment Replacement. Detail of expenditure against each scheme is provided in Appendix D. Further information is provided in the separate Capital Programme update paper to the October Board of Directors meeting.

Table 10 – Capital Expenditure against plan



7. Aged Debtor Analysis

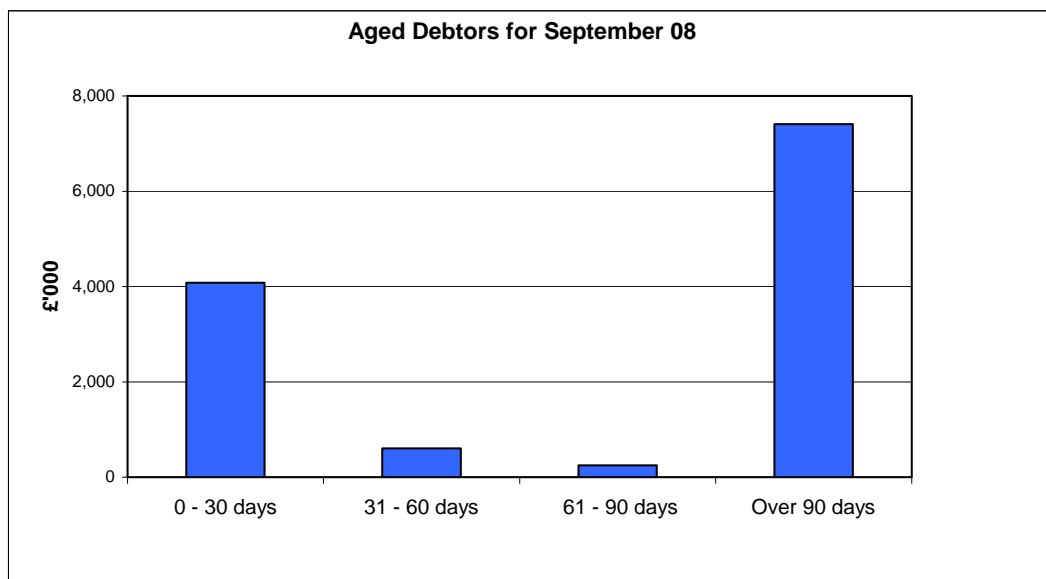
The total value of Debtors is £29.3m at 30 September 2008, as shown in the Balance Sheet report above. An analysis of the Debtor balance by type is shown in table 11 below. This shows that £12.3m relates to outstanding (unpaid) invoiced income.

An analysis of outstanding invoiced debt by age is included with this report at Appendix E and is summarised in table 12 below. Over 90 day debt is unchanged at £7.4m at 30 September 2008. The largest component of this debt remains overdue invoices for the RCDM Treatment Contract (£4.1m). The Trust's Credit Control department continue to actively pursue this debt via the Defence Bills Agency and Defence Medical Services Department.

Table 11 – Analysis of Debtors

	Actual Sept 2008 £'000	Forecast Sept 2008 £'000
Sales Ledger	12.3	14.7
Accrued Income	4.7	3.8
Prepayments	4.3	3.0
RTA	2.3	2.8
Other	5.7	2.9
Total	29.3	27.2

Table 12 – Aged Debt Analysis



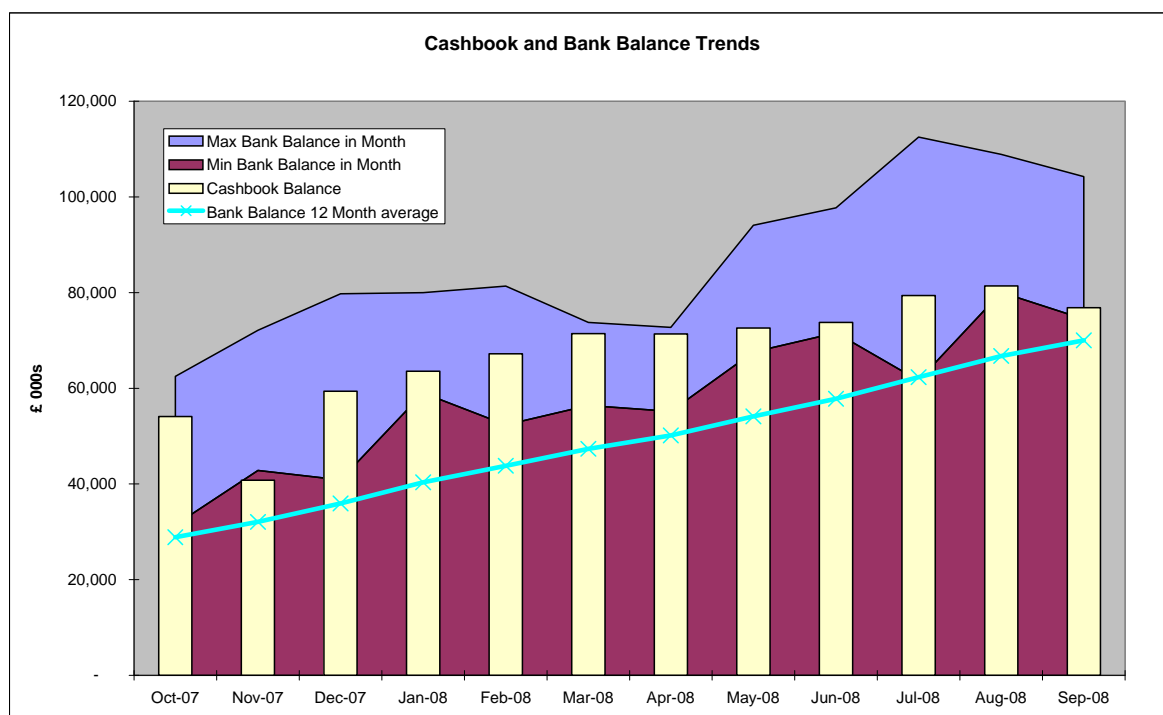
8. Cash Flow

A cash flow statement appears at Appendix F and this provides an analysis of actual and forecast cash received and paid out. Table 13, below shows the actual cashbook balance at month end compared against the minimum and maximum daily bank balances during the month and a twelve month rolling average daily bank balance.

The actual cashbook balance at 30 September 2008 was £76.8m which is £5.0m below the planned position. This is due primarily to a delay in the receipt of the second tranche of PFI transitional support funding (£11.6m) which is now due to be paid over in December 2008 having originally been forecast in September. This is partially offset by slippage in the Capital Programme. The twelve month rolling average bank balance shows a continued strengthening in the underlying cash position of the Trust.

In light of the recent difficulties in the banking sector the Trust has reviewed its cash position and as at 10 October 2008 all investments were found to be fully compliant with the Treasury policy i.e. Banks rated at AA1 long term or P1 short term by Moodys. In addition all investments were A1+ short term rated by Standard & Poors. There were no investments in any bank (including none in Iceland) that are currently in liquidation / receivership or foreign equivalent legal positions.

Table 13 – Cash Flow



9. Working Capital Facility

The Trust's overdraft facility has not been used to date and is unlikely to be required in the immediate future. Therefore the value of this facility has been reduced to £1.0m for 2008/09.

10. Monitor Ratios

10.1 Borrowing Ratios

The Trust has not yet utilised the borrowing powers available to Foundation Trusts, therefore the borrowing ratios set out in the Prudential Borrowing Code are not currently applicable.

10.2 Financial Risk Rating

The Trust's Financial Risk Rating has been set at 5 for 2008/09 based on the Annual Plan. This rating has been maintained during the first half of the year based on the published results of Quarter 1 monitoring and self assessment of Quarter 2. The rating is set between 1 (worst) and 5 (best), based on a series of financial metrics and informs the value of Trust's Prudential Borrowing Limit.

11. Future Financial Outlook

2009/10 is the second year covered by the 2007 Comprehensive Spending Review (2007 CSR). Under this agreement, overall NHS funding is due to increase by 6.7% from £96.4bn in 2008/09 to £102.9bn in 2009/10. At this stage, indications from the Treasury are that the CSR will not be revised despite the worsening economic conditions. However it is likely that funding levels in the longer term (post 2010/11) will be affected by the downturn.

The Operating Framework for the NHS in England for 2009/10 is due to be published within the next month. This document will set out the national priorities and the specific business and financial arrangements for the NHS in the coming year, including the development of Payment by Results and tariff details. It is likely that individual PCT allocations for 2009/10 will be released at the same time as the Operating Framework. It is expected that there will be an overall increase in the range of 5% - 6% although there may be significant variation between organisations if a new weighted capitation formula is adopted following the review by the Advisory Committee on Resource Allocation.

It had been planned that the existing tariff would be replaced in 2009/10 by a revised tariff underpinned by Healthcare Resource Group version 4 (HRG v4), a new system of coding and classification. HRG v4 significantly increases the number of individual HRG's and this increased granularity was intended to better identify and reward complex specialist activity. The introduction of this could significantly change the income that the Trust receives for delivering its current activity. However, initial testing has raised concerns at a national level about the underlying data quality and the potential impact of the proposed new tariff on some organisations. The latest intelligence suggests that the introduction of HRG v4 may now be postponed until 2010/11 and that the current tariff would effectively be rolled over into 2009/10 with a limited number of changes and a further inflation uplift applied. This is likely to be in the region of 5.3% gross or 2.3% net of the 3.0% cash releasing efficiency saving that was included within the 2007 CSR. This is consistent with the uplift included within the 2008/09 tariff.

There are a number of other potential risks for 2009/10. Key issues include changes to the Market Forces Factor applied to the national tariff, the withdrawal of the remaining R&D block funding, the introduction of International Financial Reporting Standards and the proposed application of Corporation Tax to Foundation Trusts. These issues will be addressed in the Financial Planning papers presented to the Board of Directors in the New Year by which time it should be possible to estimate the impact of these changes.

12. **Conclusion**

In overall terms the Trust has continued its strong start to the 2008/09 financial year, reporting an income and expenditure surplus of £9.768m for the six months to 30 September 2008. This represents a favourable variance of £418,000 against the planned surplus of £9.350m for the year to date and reflects an improvement of £53,000 against the reported variance at month five. The position includes £1,000,000 of additional healthcare income reflecting a prudent assessment of year to date over-performance against contract targets. The position is further strengthened by the fact that no support from the general contingency reserve has been included to date.

13. **Recommendation**

The Board of Governors is asked to receive the contents of this report

A handwritten signature in black ink, consisting of a large capital letter 'M' followed by the name 'Sexton' in a cursive script.

Mike Sexton
Director of Finance
10 October 2008

BUDGET £'000	PERIOD ACTUAL £'000	VARIANCE £'000	BUDGET	BUDGET HOLDER	YEAR TO DATE			FORECAST OUTTURN		
					BUDGET £'000	ACTUAL £'000	VARIANCE £'000	BUDGET £'000	ACTUAL £'000	VARIANCE £'000
345	109	(236)	CHIEF EXECUTIVE	Julie Moore	2,214	2,030	(184)	4,307	4,307	0
(1,227)	(923)	304	DIRECT INCOME		(5,392)	(5,065)	327	(10,482)	(10,482)	0
(241)	(310)	(69)	DIRECT EXPENDITURE PAY		(1,613)	(1,745)	(132)	(2,804)	(2,804)	0
(1,123)	(1,124)	(1)	NON PAY		(4,791)	(4,780)	11	(8,979)	(8,979)	0
			TOTAL							
(992)	(990)	2	RESERVES	Julie Moore	(6,729)	(6,729)	0	(9,198)	(9,198)	0
(156)	(155)	1	SPECIFIC		(935)	(935)	0	(1,871)	(1,871)	0
		0	GENERAL							
(1,148)	(1,145)	3	TOTAL		(7,664)	(7,664)	0	(11,069)	(11,069)	0
245	56	(189)	DIRECTOR OF FINANCE	Mike Sexton	1,210	1,269	59	3,677	3,677	0
(334)	(337)	(3)	DIRECT INCOME		(2,043)	(1,926)	117	(4,096)	(4,096)	0
(215)	(23)	192	DIRECT EXPENDITURE PAY		(990)	(1,032)	(42)	(3,227)	(3,227)	0
(304)	(304)	0	NON PAY		(1,823)	(1,689)	134	(3,646)	(3,646)	0
			TOTAL							
196	181	(15)	CHIEF NURSE	Kay Fawcett	1,139	1,072	(67)	2,277	2,277	0
(1,008)	(1,109)	(101)	DIRECT INCOME		(6,748)	(6,915)	(167)	(13,295)	(13,295)	0
(449)	(342)	107	DIRECT EXPENDITURE PAY		(1,827)	(1,599)	228	(4,027)	(4,027)	0
(1,261)	(1,270)	(9)	NON PAY		(7,436)	(7,442)	(6)	(15,045)	(15,045)	0
			TOTAL							
33,812	33,731	(81)	CHIEF OPERATING OFFICER	Kevin Bolger (Acting)	197,764	198,773	1,009	384,870	384,870	0
(17,292)	(17,167)	125	DIRECT INCOME		(101,633)	(101,190)	443	(202,896)	(202,896)	0
(10,082)	(10,236)	(154)	DIRECT EXPENDITURE PAY		(58,478)	(60,622)	(2,144)	(110,462)	(110,462)	0
6,438	6,328	(110)	NON PAY		37,653	36,961	(692)	71,512	71,512	0
			TOTAL							
405	451	46	DIRECTOR OF DELIVERY	Tim Jones	2,432	2,589	157	4,865	4,865	0
(546)	(459)	87	DIRECT INCOME		(3,224)	(2,969)	255	(6,476)	(6,476)	0
(121)	(253)	(132)	DIRECT EXPENDITURE PAY		(725)	(1,131)	(406)	(1,455)	(1,455)	0
(262)	(261)	1	NON PAY		(1,517)	(1,511)	6	(3,066)	(3,066)	0
			TOTAL							
315	330	15	NEW HOSPITAL DIRECTOR	Morag Jackson	2,089	2,295	206	3,691	3,691	0
(438)	(410)	28	DIRECT INCOME		(3,070)	(2,940)	130	(5,754)	(5,754)	0
(1,453)	(1,503)	(50)	DIRECT EXPENDITURE PAY		(10,331)	(10,685)	(354)	(21,424)	(21,424)	0
(1,576)	(1,583)	(7)	NON PAY		(11,312)	(11,330)	(18)	(23,487)	(23,487)	0
			TOTAL							
3,833	4,039	206	MEDICAL DIRECTOR	Dr David Rosser	19,888	20,705	817	39,487	39,487	0
(774)	(734)	40	DIRECT INCOME		(4,354)	(4,190)	164	(8,692)	(8,692)	0
(1,192)	(1,435)	(243)	DIRECT EXPENDITURE PAY		(2,857)	(3,826)	(969)	(5,441)	(5,441)	0
1,867	1,870	3	NON PAY		12,677	12,689	12	25,354	25,354	0
			TOTAL							
344	427	83	CAPITAL CHARGES		2,063	2,562	499	4,126	4,126	0
0	0	0	DIRECT INCOME		0	0	0	0	0	0
(1,417)	(1,327)	90	DIRECT EXPENDITURE PAY		(8,500)	(8,028)	472	(17,000)	(17,000)	0
(1,073)	(900)	173	NON PAY		(6,437)	(5,466)	971	(12,874)	(12,874)	0
			TOTAL							
39,604	39,433	(171)	TOTAL		228,361	230,857	2,496	447,300	447,300	0
(21,282)	(20,802)	480	INCOME		(127,824)	(126,555)	1,269	(250,400)	(250,400)	0
(16,764)	(17,020)	(256)	PAY		(91,187)	(94,534)	(3,347)	(178,200)	(178,200)	0
1,558	1,611	53	NON PAY		9,350	9,768	418	18,700	18,700	0
			SURPLUS / (DEFICIT)							

UNIVERSITY HOSPITALS BIRMINGHAM NHS FOUNDATION TRUST
APPENDIX B
FINANCIAL PERFORMANCE - PERIOD ENDING
30th September 2008
INCOME AND EXPENDITURE POSITION - ANALYSIS BY DIVISION

PERIOD			BUDGET	BUDGET HOLDER	YEAR TO DATE			FORECAST OUTTURN		
BUDGET £'000	ACTUAL £'000	VARIANCE £'000			BUDGET £'000	ACTUAL £'000	VARIANCE £'000	BUDGET £'000	ACTUAL £'000	VARIANCE £'000
31,982	32,182	200	HEALTHCARE INCOME	DIRECT INCOME	187,498	188,498	1,000	370,526	370,526	0
0	0	0		DIRECT EXP PAY	0	0	0	0	0	0
0	15	15		NON PAY	0	0	0	0	0	0
31,982	32,197	215		TOTAL	187,498	188,498	1,000	370,526	370,526	0
				Kevin Bolger (Acting)						
0	0	0	DIVISION 1	DIRECT INCOME	26	36	10	3	3	0
(3,313)	(3,308)	5		DIRECT EXP PAY	(19,696)	(19,832)	(136)	(39,082)	(39,082)	0
(1,264)	(1,354)	(90)		NON PAY	(7,391)	(7,975)	(584)	(14,758)	(14,758)	0
(4,577)	(4,662)	(85)		TOTAL	(27,061)	(27,771)	(710)	(53,837)	(53,837)	0
				Dr. Steve Burnley						
260	90	(170)	DIVISION 2	DIRECT INCOME	1,204	1,052	(152)	2,291	2,291	0
(4,273)	(4,308)	(35)		DIRECT EXP PAY	(25,216)	(25,588)	(372)	(50,109)	(50,109)	0
(3,449)	(3,397)	52		NON PAY	(19,005)	(19,337)	(332)	(37,780)	(37,780)	0
(7,462)	(7,615)	(153)		TOTAL	(43,017)	(43,873)	(856)	(85,598)	(85,598)	0
				Dr Andrew Arnold						
287	399	112	DIVISION 3	DIRECT INCOME	1,663	2,380	717	3,381	3,381	0
(3,267)	(3,260)	7		DIRECT EXP PAY	(19,707)	(19,414)	293	(39,373)	(39,373)	0
(1,039)	(1,301)	(262)		NON PAY	(4,366)	(5,611)	(1,245)	(8,547)	(8,547)	0
(4,019)	(4,162)	(143)		TOTAL	(22,410)	(22,645)	(235)	(44,539)	(44,539)	0
				Dr. Neil Gittoes						
1,067	831	(236)	DIVISION 4	DIRECT INCOME	6,291	5,655	(636)	12,849	12,849	0
(4,003)	(3,722)	281		DIRECT EXP PAY	(23,105)	(22,145)	960	(46,906)	(46,906)	0
(2,661)	(2,723)	(62)		NON PAY	(16,727)	(17,111)	(384)	(32,012)	(32,012)	0
(5,597)	(5,614)	(17)		TOTAL	(33,541)	(33,601)	(60)	(66,069)	(66,069)	0
				Dr Mike Hallissey						
9	37	28	DIVISION 5	DIRECT INCOME	55	140	85	110	110	0
(2,171)	(2,187)	(16)		DIRECT EXP PAY	(12,539)	(12,869)	(330)	(24,642)	(24,642)	0
(1,576)	(1,604)	(28)		NON PAY	(9,974)	(10,017)	(43)	(20,254)	(20,254)	0
(3,738)	(3,754)	(16)		TOTAL	(22,458)	(22,746)	(288)	(44,786)	(44,786)	0
				Dr. Prem Mahendra						
207	192	(15)	CHIEF OPERATING OFFICER	DIRECT INCOME	1,027	1,012	(15)	(4,290)	(4,290)	0
(265)	(382)	(117)		DIRECT EXP PAY	(1,370)	(1,342)	28	(2,784)	(2,784)	0
(93)	128	221		NON PAY	(1,015)	(571)	444	2,889	2,889	0
(151)	(62)	89		TOTAL	(1,358)	(901)	457	(4,185)	(4,185)	0
				Kevin Bolger (Acting)						
33,812	33,731	(81)	TOTAL OPERATIONAL	INCOME	197,764	198,773	1,009	384,870	384,870	0
(17,292)	(17,167)	125	DIVISIONS	PAY	(101,633)	(101,190)	443	(202,896)	(202,896)	0
(10,082)	(10,236)	(154)		NON PAY	(58,478)	(60,622)	(2,144)	(110,462)	(110,462)	0
6,438	6,328	(110)		TOTAL SURPLUS / (DEFICIT)	37,653	36,961	(692)	71,512	71,512	0

UNIVERSITY HOSPITALS BIRMINGHAM NHS FOUNDATION TRUST
FINANCIAL PERFORMANCE - PERIOD ENDING
INCOME AND EXPENDITURE ACCOUNT

30th September 2008

APPENDIX C

	Period To date			Forecast Out-turn		
	Budget	Actual	Variance	Budget	Actual	Variance
	£'000	£'000	£'000	31-Mar-09 £'000	31-Mar-09 £'000	£'000
Income						
- Clinical NHS	184,131	185,990	1,859	354,039	354,039	0
- Clinical Non NHS	5,307	5,945	638	11,850	11,850	0
- Other	37,273	36,968	(305)	78,111	78,111	0
TOTAL INCOME	226,711	228,903	2,192	444,000	444,000	0
Operating Expenses						
- Pay Costs	(127,824)	(126,555)	1,269	(250,400)	(250,400)	0
- Non Pay	(82,687)	(86,166)	(3,479)	(161,200)	(161,200)	0
- Depreciation	(5,550)	(5,426)	124	(11,100)	(11,100)	0
TOTAL EXPENDITURE	(216,061)	(218,147)	(2,086)	(422,700)	(422,700)	0
OPERATING SURPLUS Continuing Operations	10,650	10,756	106	21,300	21,300	0
Profit/Loss on Disposal of Fixed Assets	0	0	0	0	0	0
Exceptional Costs	0	0	0	0	0	0
SURPLUS BEFORE INTEREST	10,650	10,756	106	21,300	21,300	0
Interest Receivable	1,650	1,954	304	3,300	3,300	0
SURPLUS FOR THE FINANCIAL YEAR	12,300	12,710	410	24,600	24,600	0
Public Dividend Capital Dividends Payable	(2,950)	(2,942)	8	(5,900)	(5,900)	0
RETAINED SURPLUS FOR THE YEAR	9,350	9,768	418	18,700	18,700	0

UNIVERSITY HOSPITALS BIRMINGHAM NHS FOUNDATION TRUST
FINANCIAL PERFORMANCE - PERIOD ENDING 30th September 2008
 CAPITAL PROGRAMME (NHS EXPENDITURE)

APPENDIX D

BUDGET £'000	PERIOD		SCHEME	TO DATE			FORECAST OUTTURN		
	ACTUAL £'000	VARIANCE £'000		BUDGET £'000	ACTUAL £'000	VARIANCE £'000	BUDGET £'000	ACTUAL £'000	VARIANCE £'000
930	25	(905)	Bfwd Schemes 06-07	2,283	1,500	(784)	2,654	2,654	0
0	0	0	Board Approved Schemes	0	0	0	0	0	0
0	(10)	(10)	Learning Hub	470	676	206	0	0	0
50	27	(23)	IT Strategy and Infrastructure	100	134	34	3,250	3,250	0
0	0	0	Chief Operating Officer Discretionary Capital	0	18	18	800	800	0
266	503	237	Equipment Replacement	1,159	655	(503)	3,750	3,750	0
0	0	0	Other Commitments - continuing expenditure programme	0	0	0	0	0	0
0	0	0	Other Commitments - Subject to business case/Board approval	0	0	0	0	0	0
570	166	(404)	Retained Estate	2,210	349	(1,861)	5,630	5,630	0
0	0	0	Modernisation	0	0	0	800	800	0
114	0	(114)	Slippage	114	48	(66)	(1,500)	(1,500)	0
1,930	712	(1,218)	Capital Programme	6,335	3,380	(2,956)	15,384	15,384	0

UNIVERSITY HOSPITALS BIRMINGHAM NHS FOUNDATION TRUST
AGED DEBTORS ANALYSIS **30th September 2008**

Appendix E

Month	Trust Total £	No of Invs	Current £	30 - 60 £	60 - 90 £	90+ £
MAY	15,034,149.00 100%	1831	7,429,323.00 49%	2,131,498.00 14%	3,652,644.00 24%	1,820,684.00 12%
JUNE	17,581,425.00 100%	1734	5,359,472.00 30%	7,218,977.00 41%	1,365,489.00 8%	3,637,487.00 21%
JULY	14,733,717.42 100%	1957	1,262,409.22 9%	3,202,981.71 22%	7,129,774.49 48%	3,138,552.00 21%
AUG	13,154,431.17 100%	1732	3,697,753.60 28%	941,476.52 7%	1,103,345.78 8%	7,411,855.27 56%
SEP	12,338,115.00 100%	1615	4,078,585.00 33%	600,421.00 5%	249,568.00 2%	7,409,541.00 60%

UNIVERSITY HOSPITALS BIRMINGHAM NHS FOUNDATION TRUST

CASH FLOW 2008/09

	Apr F/Cast £000's	Apr Actual £000's	May F/Cast £000's	May Actual £000's	June F/Cast £000's	June Actual £000's	July F/Cast £000's	July Actual £000's	Aug F/Cast £000's	Aug Actual £000's	Sep F/Cast £000's	Sep Actual £000's	Oct F/Cast £000's	Nov F/Cast £000's	Dec F/Cast £000's	Jan F/Cast £000's	Feb F/Cast £000's	Mar F/Cast £000's	
INCOME																			
Contract Income Protected	27,825	30,135	31,825	31,623	29,825	33,433	31,825	34,697	30,825	29,156	31,425	32,251	28,292	28,292	28,291	29,825	29,825	29,825	
Non Protected	150	0	350	396	250	9	250	284	250	0	250	274	250	250	250	250	250	250	
Other Income	5,816	6,385	4,866	6,895	3,767	5,986	3,167	8,479	4,066	7,540	20,489	6,500	8,513	8,156	8,164	8,155	8,154	11,504	
Interest Received	40	83	40	28	745	337	40	709	40	242	745	415	40	40	745	40	40	745	
Total Received	33,831	36,603	37,081	38,942	34,587	39,765	35,282	44,169	35,181	36,938	52,909	39,440	37,095	36,738	37,450	38,270	38,269	42,324	
EXPENDITURE																			
Pay	20,800	20,433	20,900	20,359	20,800	20,459	20,900	21,042	20,800	21,361	20,900	21,622	20,800	20,900	20,800	20,900	20,900	21,000	
Non Pay	15,600	14,902	17,600	16,928	16,350	17,891	11,600	16,609	11,600	13,104	11,350	21,786	13,600	13,600	13,350	13,400	14,100	14,050	
Interest Paid	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
PDC Dividend	0	0	0	0	0	0	0	0	0	2,950	0	0	0	0	0	0	0	2,950	
Capital	0	1,344	425	432	903	463	1,370	701	1,707	429	1,930	585	998	998	1,040	1,760	1,760	1,343	
Total Payments	36,400	36,679	38,925	37,719	38,053	38,813	33,870	38,352	34,107	34,894	37,130	43,993	35,398	35,498	35,190	36,060	36,760	39,343	
Net Inflow(outflow)	(2,569)	(76)	(1,844)	1,223	(3,466)	952	1,412	5,817	1,074	2,044	15,779	(4,554)	1,697	1,240	2,260	2,210	1,509	2,981	
FINANCING																			
New PDC	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Principle repayment on loans	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
New PDC draw down	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Charitable & donated income	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Provision	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
CASH BALANCES																			
Opening balance	71,417	71,417	68,848	71,342	67,004	72,564	63,538	73,516	64,950	79,333	66,024	81,377	81,803	83,500	84,740	87,000	89,210	90,719	
Bank balances c/f	68,848	71,342	67,004	72,564	63,538	73,516	64,950	79,333	66,024	81,377	81,803	76,824	83,500	84,740	87,000	89,210	90,719	93,700	
Cash Held/Agency Bal				28		20		11		28		13							
Total		71,342		72,592		73,536		79,344		81,405		76,837							

		ADMITTED PATIENT CARE											
		ELECTIVE APC				NON-ELECTIVE APC				TOTAL			
		PLAN	ACTUAL	VARIANCE		PLAN	ACTUAL	VARIANCE		PLAN	ACTUAL	VARIANCE	
SOUTH BIRMINGHAM PCT	MAND	7,964	8471	507	106%	8,267	8,433	166	102%	16,231	16,904	673	104%
	NON-TARIFF	179	350	171	196%	225	392	167	174%	404	742	338	184%
TOTAL SOUTH BIRMINGHAM PCT	TOTAL	8,143	8,821	678	108%	8,492	8,825	333	104%	16,635	17,646	1,011	106%
HEART OF BIRMINGHAM TPCT	MAND	1,466	1464	- 2	100%	1,433	1,525	92	106%	2,900	2,989	89	103%
	NON-TARIFF	95	58	- 37	61%	38	53	15	140%	133	111	- 22	84%
TOTAL HEART OF BIRMINGHAM TPCT	TOTAL	1,561	1,522	- 39	98%	1,471	1,578	107	107%	3,032	3,100	68	102%
BIRMINGHAM EAST & NORTH PCT	MAND	1,142	1030	- 112	90%	489	435	- 54	89%	1,631	1,465	- 166	90%
	NON-TARIFF	28	36	8	131%	15	19	4	127%	43	55	13	129%
TOTAL NORTH BIRMINGHAM PCT	TOTAL	1,170	1,066	- 104	91%	504	454	- 50	90%	1,673	1,520	- 153	91%
OTHER WEST MIDLANDS ACUTE COMMISSIONERS	MAND	4,357	4334	- 23	99%	1,738	1,767	29	102%	6,094	6,101	7	100%
	NON-TARIFF	223	405	182	182%	35	60	25	169%	258	465	207	180%
TOTAL WEST MIDLANDS ACUTE COMMISSIONERS	TOTAL	4,579	4,739	160	103%	1,773	1,827	54	103%	6,353	6,566	213	103%
PAN BIRMINGHAM LSCG	MAND	1,312	1211	- 101	92%	982	957	- 25	97%	2,294	2,168	- 126	95%
	NON-TARIFF	316	301	- 15	95%	42	39	- 3	94%	358	340	- 18	95%
TOTAL PAN BIRMINGHAM LSCG	TOTAL	1,628	1,512	- 116	93%	1,024	996	- 28	97%	2,652	2,508	- 144	95%
BLACK COUNTRY LSCG	MAND	369	341	- 28	92%	233	214	- 19	92%	602	555	- 47	92%
	NON-TARIFF	70	96	26	137%	15	17	2	117%	85	113	28	134%
TOTAL BLACK COUNTRY LSCG	TOTAL	439	437	- 2	100%	248	231	- 17	93%	687	668	- 19	97%
WEST MIDLANDS SOUTH LSCG	MAND	393	306	- 87	78%	308	336	28	109%	701	642	- 59	92%
	NON-TARIFF	44	40	- 4	91%	138	121	- 17	88%	182	161	- 21	89%
TOTAL WEST MIDLANDS SOUTH LSCG	TOTAL	437	346	- 91	79%	446	457	11	102%	883	803	- 80	91%
SHROPSHIRE/STAFFORDSHIRE LSCG	MAND	158	126	- 32	80%	97	81	- 16	84%	254	207	- 47	81%
	NON-TARIFF	20	17	- 3	83%	11	19	8	169%	32	36	4	114%
TOTAL SHROPSHIRE/STAFFORDSHIRE LSCG	TOTAL	178	143	- 35	80%	108	100	- 8	93%	286	243	- 43	85%
EAST MIDLANDS SCG	MAND	149	113	- 36	76%	59	72	13	123%	208	185	- 23	89%
	NON-TARIFF	12	10	- 2	83%	5	6	1	131%	17	16	- 1	96%
TOTAL EAST MIDLANDS SCG	TOTAL	161	123	- 38	76%	63	78	15	123%	225	201	- 24	89%
YORKSHIRE & HUMBER SCG	MAND	48	28	- 20	59%	29	22	- 7	75%	77	50	- 27	65%
	NON-TARIFF	0	2	2	480%	0	-	- 0	0%	1	2	1	240%
TOTAL YORKSHIRE & HUMBER SCG	TOTAL	48	30	- 18	63%	30	22	- 8	74%	78	52	- 26	67%
ROYAL CENTRE FOR DEFENCE MEDICINE	MAND	-	0	-	0%	-	-	-	0%	-	-	-	0%
	NON-TARIFF	454	466	12	103%	305	289	- 16	95%	759	755	- 4	99%
TOTAL ROYAL CENTRE FOR DEFENCE MEDICINE	TOTAL	454	466	12	103%	305	289	- 16	95%	759	755	- 4	99%
WALES	MAND	-	1	1	0%	-	-	-	0%	-	1	1	0%
	NON-TARIFF	-	147	147	0%	-	85	85	0%	-	232	232	0%
TOTAL WALES	TOTAL	-	148	148	0%	-	85	85	0%	-	233	233	0%
SCOTLAND	MAND	-	0	-	0%	-	-	-	0%	-	-	-	0%
	NON-TARIFF	-	-	-	0%	3	2	- 1	80%	3	2	- 1	80%
TOTAL SCOTLAND	TOTAL	-	-	-	0%	3	2	- 1	80%	3	2	- 1	80%
NON-CONTRACTED ACTIVITY	MAND	128	126	- 2	99%	151	131	- 20	87%	278	257	- 21	92%
	NON-TARIFF	3	7	4	240%	7	6	- 1	85%	10	13	3	130%
TOTAL NON-CONTRACTED ACTIVITY	TOTAL	130	133	3	102%	158	137	- 21	87%	288	270	- 18	94%
PRIVATE PATIENTS	MAND	-	0	-	0%	-	-	-	0%	-	-	-	0%
	NON-TARIFF	-	98	98	0%	-	13	13	0%	-	111	111	0%
TOTAL PRIVATE PATIENTS	TOTAL	-	98	98	0%	-	13	13	0%	-	111	111	0%
TOTAL MANDATORY	MAND	16,540	17,743	1,203	107%	13,389	14,076	687	105%	29,929	31,819	1,890	106%
TOTAL NON-MANDATORY	NON-TARIFF	1,868	2,262	394	121%	883	1,280	397	145%	2,750	3,542	792	129%
TOTAL	TOTAL	18,407	20,005	1,598	109%	14,272	15,356	1,084	108%	32,679	35,361	2,682	108%

