

Finance Report to November 2024 (Month 8)



NHS Lanarkshire Summary Financial Report (Month 8) Period ending 30 November 2024

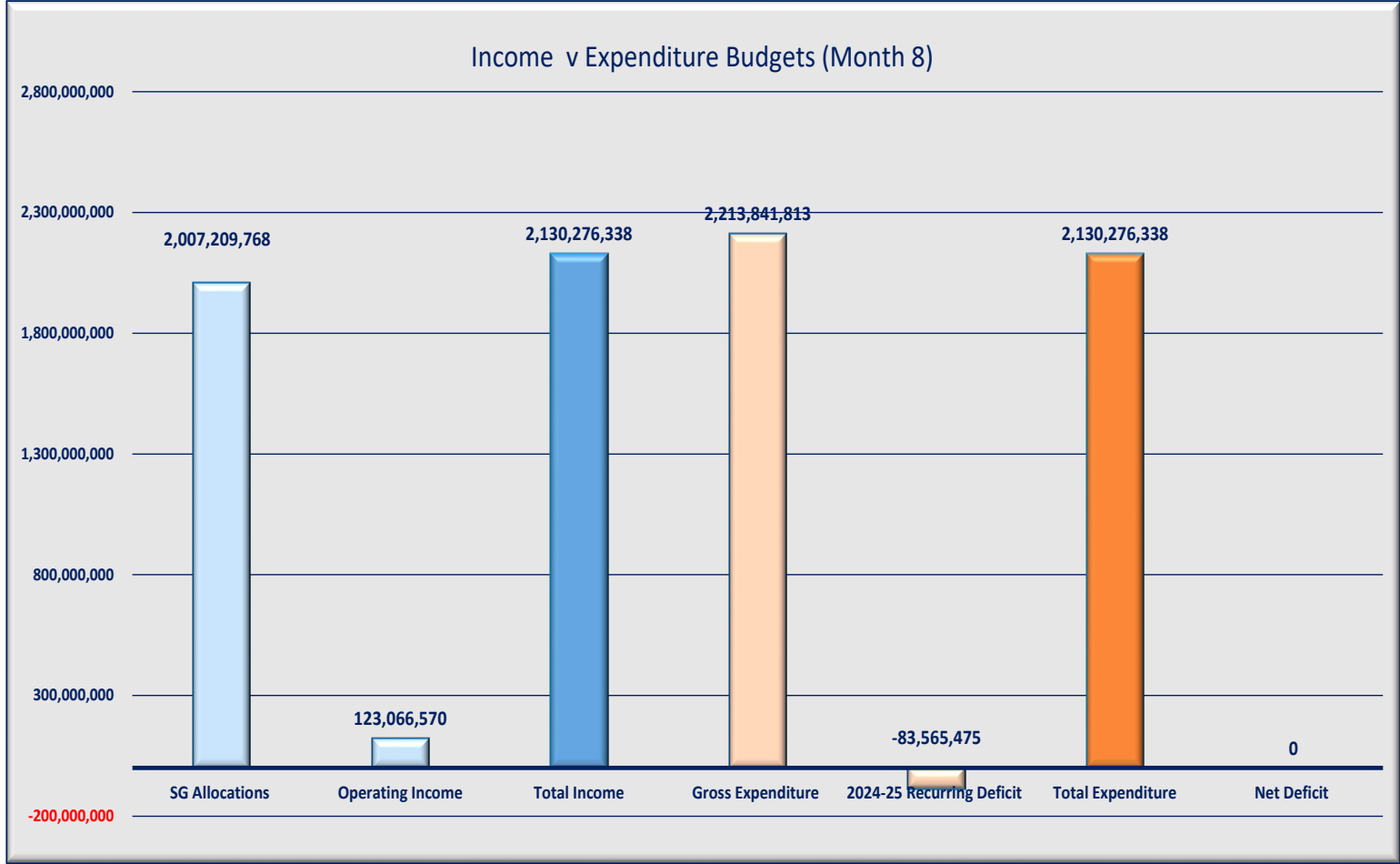


1. 2024-25 Financial Plan

- Scottish Government have approved a 2024-25 Financial Plan with a projected deficit outturn of - c.£6.250m
- This reflects Scottish Government “coverage” of the Transformation and Reform Budget of c.£6.250m
- NHS Lanarkshire Board’s intention is still to deliver a break-even position.
- As of Month 8, NHS Lanarkshire Board is forecasting a small surplus (break-even) of £178,542 at March 2025.

2. NHS Lanarkshire Position at 30 November 2024 (Month 8)

Chart 2-Income and Expenditure (Month 8)

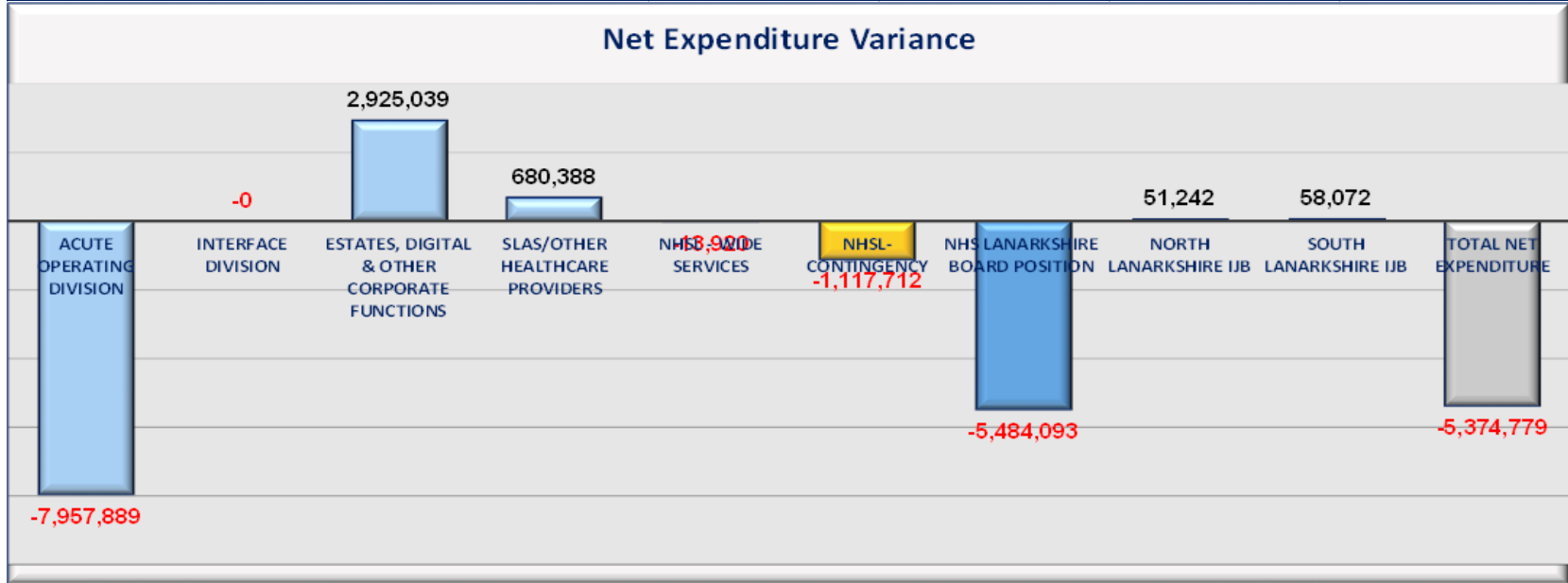


Month 8 Position

- **Total Income of £2,130,276,338**
 - SG Allocations £2,007,209,768
 - Operating Income £123,066,570
- **Total Expenditure of £2,130,276,338**
 - Gross Expenditure Budgets £2,213,841,813
 - Recurring deficit **-£83,565,475**

2. NHS Lanarkshire Position at 30 November 2024 (Month 8)

NHS LANARKSHIRE	NET ANNUAL BUDGET	NET BUDGET TO DATE	NET ACTUAL TO DATE	VARIANCE
Acute Operating Division	553,064,462	364,719,395	372,677,284	-7,957,889
Interface Division	3,252,355	1,813,997	1,813,997	-0
Estates, Digital & Other Corporate Functions	225,266,169	150,847,325	147,922,286	2,925,039
SLAs/Other Healthcare Providers	255,862,604	162,164,845	161,484,457	680,388
NHSL - Wide Services	81,669,705	-33,238,547	-33,224,627	-13,920
NHSL-Contingency	-8,787,838	-1,117,712	0	-1,117,712
NHS LANARKSHIRE BOARD POSITION	1,110,327,457	645,189,303	650,673,396	-5,484,093
North Lanarkshire IJB	365,004,990	248,486,975	248,435,734	51,242
South Lanarkshire IJB	531,877,321	360,260,636	360,202,564	58,072
TOTAL NET EXPENDITURE	2,007,209,768	1,253,936,915	1,259,311,694	-5,374,779



Key Points Net Expenditure (Table 1 and Chart 3)

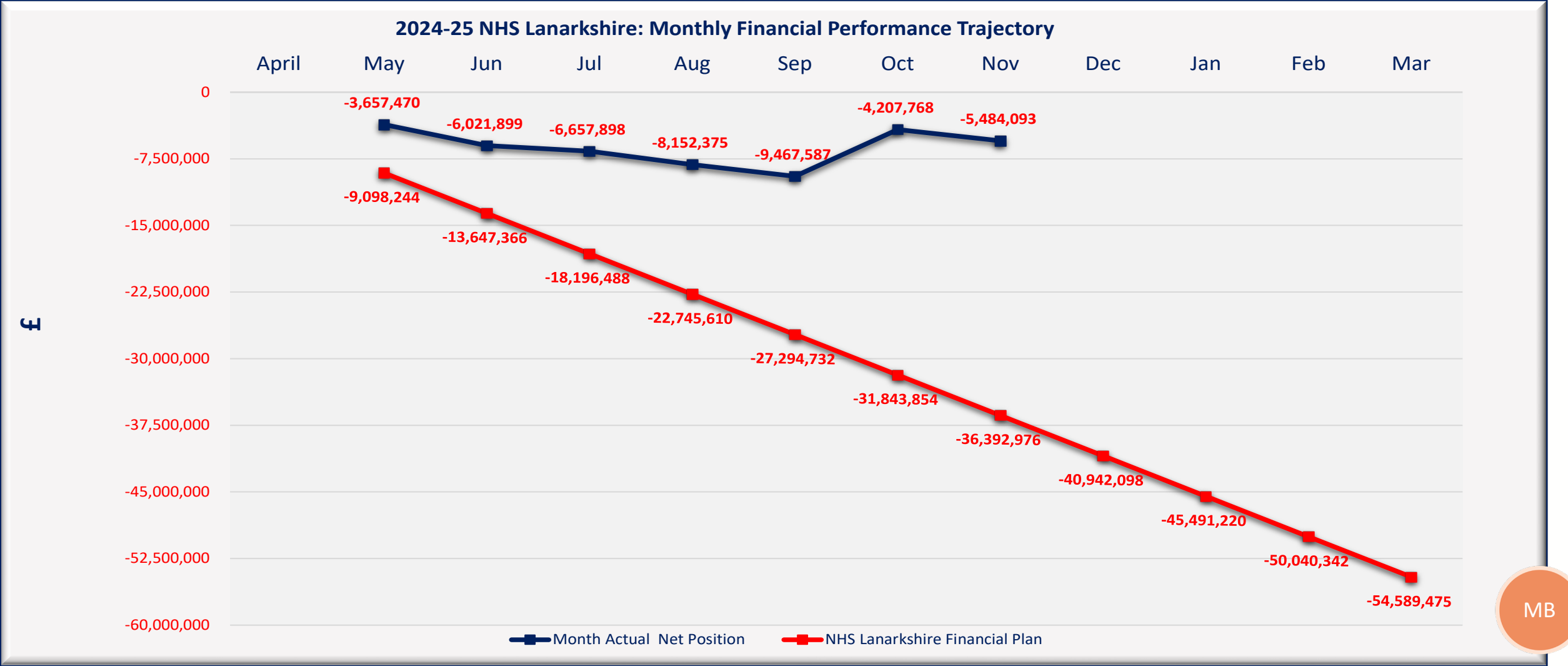
- NHS Lanarkshire Board**
 - NHS Lanarkshire is reporting a **net expenditure overspend** of **-£5,484,093**
 - An an increase in overspend of £1,276,325 from Month 7 (**-£4,207,768**)
 - This remains an improvement on the 2024-25 Financial Plan year to date trajectory where the expected position was **-£36,392,976**
 - The position noted includes a reported overspend within the Acute Division of **-£7,957,889**.
- IJBs**
 - Both IJBs are reporting net expenditure surplus positions on the delegated health budgets.
 - North IJB is reporting a surplus of £51,242
 - South IJB is reporting a surplus of £58,072.

Charts on next slides track the actual monthly position against the Financial Plan



2. NHS Lanarkshire Position at 30 November 2024 (Month 8)

Chart 4-NHS Lanarkshire Board



2. NHS Lanarkshire Position at 30 November 2024 (Month 8)

Chart 5-North IJB

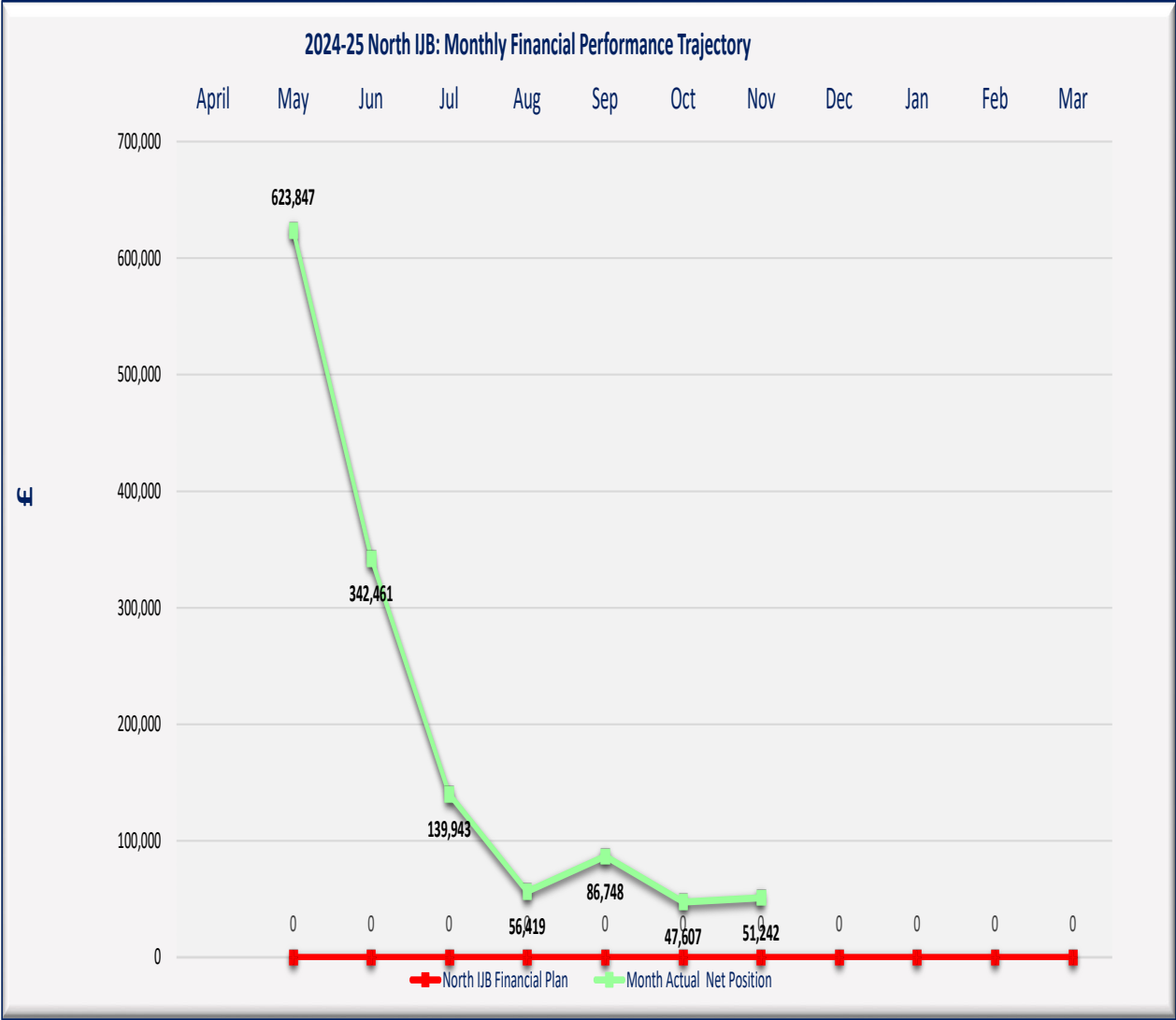
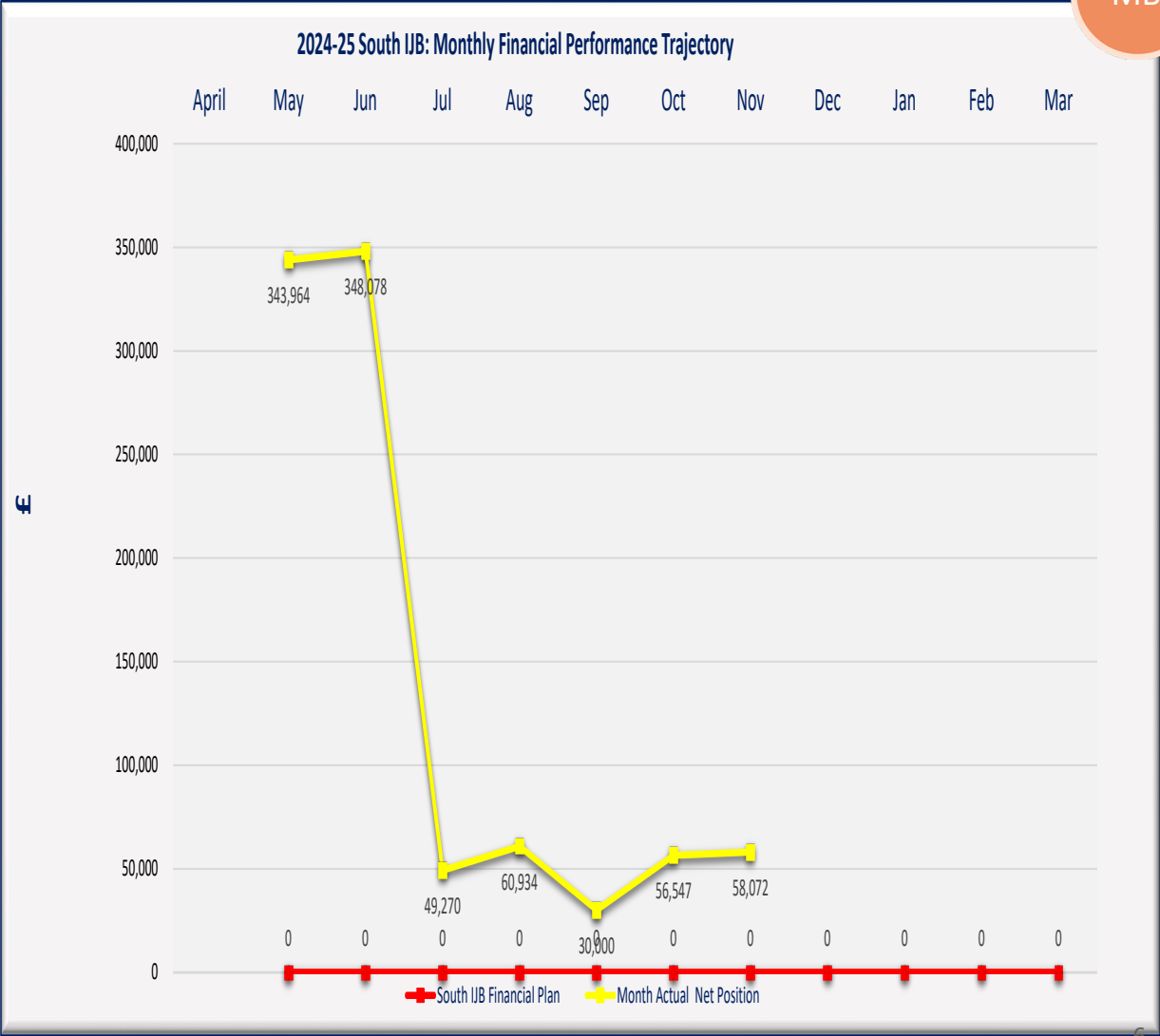


Chart 6-South IJB

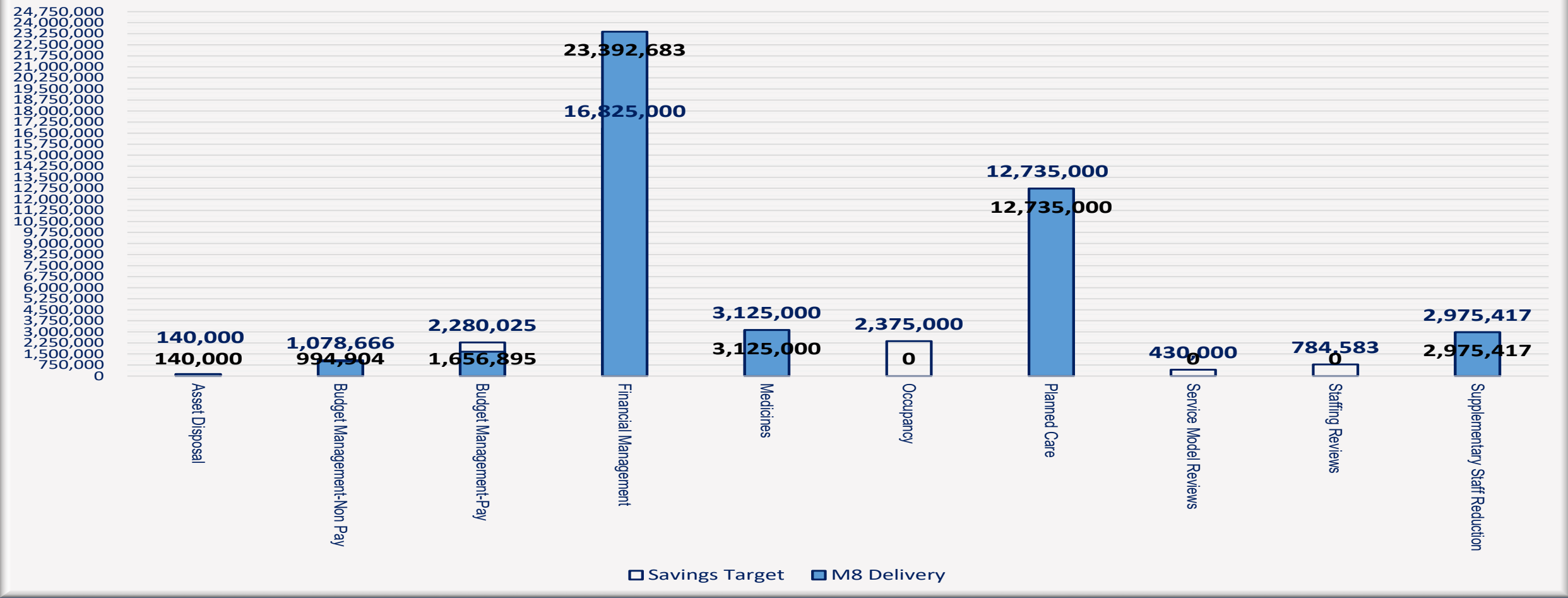


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3. 2024-25 Sustainability & Value Programme

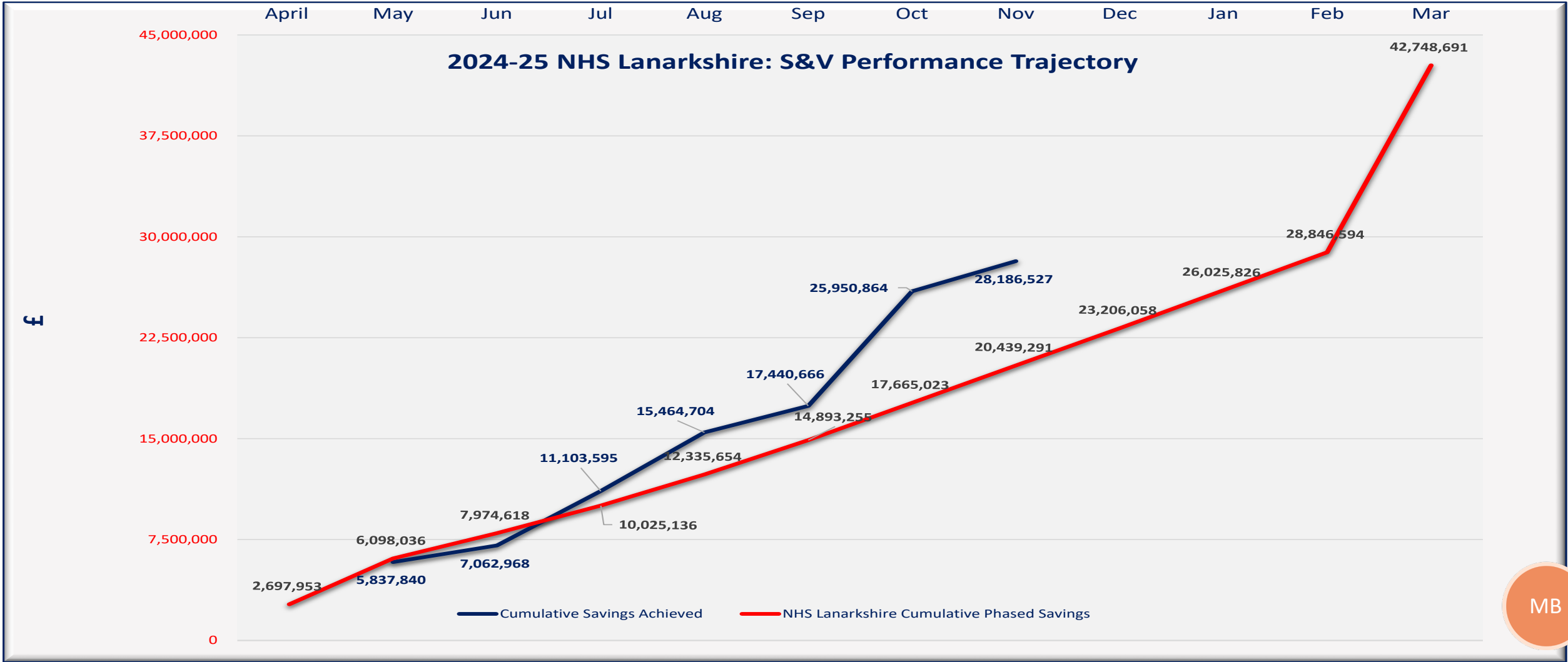
NHS Lanarkshire S&V Programme Target £42,748,691

Month 8 Full Year Estimate £45,019,899



3. 2024-25 Sustainability & Value Programme

Chart 13-S&V Performance Trajectory Month 8



4. Forecast Revenue Outturn at March 2025

Category	£
2024-25 Recurring Gap	-83,565,475
Gains / Losses (Pre 31 March 2024)	28,976,000
Gains / Losses (Post 1 April 2024)	9,748,118
S&V Schemes Achieved	45,019,899
Forecast Surplus / Deficit to Break Even	178,542

Recurring	25,494,140	57%
Non-Recurring	19,525,759	43%
S&V Schemes Achieved	45,019,899	100%

At Month 8, given the **net position** of all other income and expenditure budgets being achieved and following a review of financial planning estimates and known commitments NHS Lanarkshire is forecasting a surplus (break-even position) of £178,542.

5. Capital Allocations and Expenditure

SG Capital Allocations Expected (Month 8)

Category	Original £	Amended £
Core Capital (incl. 2023-24 IT funding)	15,012,000	21,297,898
Monklands Replacement Project	29,279,000	38,000,000
GP Sustainability Loans	0	0
CAHMS Northern Development	75,000	75,000
Leases (IFRS 16)	6,522,000	6,522,000
Green Public Sector Decarbonisation Scheme (GPSEDS)	2,200,000	2,200,000
Total	53,088,000	68,094,898

Key Capital Points (Table 17)

- SG Capital Allocations**
 - Total Capital Allocations of £68,094,898 are expected for 2024-25 following additional capital confirmed in M8
- NHS Lanarkshire Capital Plan**
 - Capital Plans have been agreed for Core Capital projects covering Estates , Medical Equipment and Digital
 - All other funding noted in Table 17 is ring-fenced for specific projects
- Capital Expenditure to Date**
 - The Capital expenditure to Month 8 (Table 18) is £27,495,036 split between Core (£3,945,096) and Non-Core (£23,549,940).

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6. Current Risk Assessment

- Risk 2197: Ability of NHS Lanarkshire to Deliver a Balanced Budget within Periods 2024/25 – 2026/27 remains **High** (***For 2024-25 Financial Year Only***).
- Risk Score of 15 (Likelihood 3 and Impact 5) – Reduced Risk from previous 20 (Likelihood 4 and Impact 5)
- A number of financial drivers underpin this reduction in risk:
 - Additional funding received in-year which was not included within the Financial Plan
 - Risk assessed review of the original 2024-25 Sustainability and Value Programmes
 - Identification at month 8 of £45,019,899 of S&V schemes (£28,186,527 phased into budget to date)
 - Improved trajectory based on actual results to date
 - A total Capital Allocation of £68,094,898 is expected for this Financial Year with Capital expenditure to M8 of £27,495,036

7. Key Issues to note at 30 November 2024 (Month 8)

- NHS Lanarkshire net revenue overspend of **-£5,374,779** as at 30 November 2024
- NHS Lanarkshire Board net revenue overspend of **-£5,484,093** as at 30 November 2024
- North IJB and South IJB delegated Health budgets have a combined underspend of £109,314 as at 30 November 2024 (being North IJB £51,242 and South IJB £58,072)
- Identification at Month 8 of £45,019,899 of full year S&V schemes against the revised NHS Lanarkshire Board total of £42,748,691. Savings totalling £28,186,527 have been phased into the budget to date
- Identification at Month 8 of £11,140,200 combined IJB savings (North IJB £4,235,484 and South IJB £6,904,716)
- A total Capital Allocation of £68,094,898 is expected for this Financial Year with Capital expenditure to Month 8 of £27,495,036