

# Finance Report – December 2024 (Month 8)



Cambridgeshire and  
Peterborough  
NHS Foundation Trust



Pride in our care

# Financial position

## Position:

- £7,228k deficit against £4,069k deficit plan: £3,159 adverse.
- M8 reported deficit of £1.03m against a planned surplus of £0.67m: £1.71m adverse.

## Concerns:

- Pay award allocation pressure £1,427k.
- Forecast efficiency under delivery £5,721k.
- Stretch target under delivery £2,000k.

## Uncertainty:

- Pay award income risk from Local Authority, low value contracts, R&D £1,125k.
- Provider Collaborative Phoenix income /stranded costs funding.

# Trust Summary – Financial Position

Financial Position	In-Month £m	YTD £m	Forecast £m
<b>Financial Performance</b>			
Plan	0.67	(4.07)	0.00
Actual	(1.03)	(7.23)	0.00
Variance = Surplus/(Deficit)	(1.71)	(3.15)	0.00
RAG (R = adverse to plan; G = favourable to plan)	●	●	●
<b>Capital (including IFRS16 leases)</b>			
Plan	0.93	5.41	8.97
Actual	0.24	2.37	9.26
Variance = Surplus/(Deficit)	0.69	3.04	(0.29)
RAG (R = adverse to plan; G = favourable to plan)	●	●	●
<b>Efficiencies</b>			
Plan	1.83	10.71	18.34
Actual	0.95	7.64	12.61
Variance = Surplus/(Deficit)	(0.88)	(3.08)	(5.72)
RAG (R = adverse to plan; G = favourable to plan)	●	●	●

Key Financial Metrics	YTD	Prior Month
<b>BPPC</b>		
Volume	86.5%	86.3%
Value (£)	78.6%	77.3%
Target - Volume	95%	95%
Target - Value (£)	95%	95%
<b>Liquidity</b>		
Cash Balance (see SoFP for narrative)	£23.03	£28.68m
Working Capital (current assets - current liabilities)	20.16	22.77
Current Ratio (current assets / current liabilities)	1.38	1.41
Quick Ratio (liquid assets / current liabilities)	1.38	1.41
Cash Ratio (cash / current liabilities)	0.44	0.52

## Key Variances 2024/25 YTD

- The Trust reported a YTD deficit of £7.23m against a planned deficit of £4.07m, showing a £3.15m adverse variance.
- Out of Area MH Placements are £0.74m adverse to plan YTD. This is due to an overspend of £1.10m in Adults & Specialty MH, and Older People & Community offsetting this with an underspend of £0.36m.
- Bank and Agency costs are £13.29m above plan YTD, with Medical Agency making up £2.95m of this (22%). Medical Agency has seen a reduction of £0.06m since last month.
- Estates costs are above plan by £0.66m. This is primarily due to a combination of underachievement of efficiency schemes (£0.2m); overspends on rent and rates (£0.5m); PFI service charges above plan (£0.2m); Demolition Costs for the Old Resource Centre (£0.3m); offset by lower than planned utilities expenditure YTD due to seasonality (£0.5m).
- Efficiencies – YTD £7.64m of savings have been achieved, but there is a £3.08m underachievement. Pay efficiencies have underachieved by £2.37m and Non-Pay efficiencies have underachieved by £0.71m. A significant proportion of these adverse variances are due to lower than planned take up of the Direct Engagement scheme, as well as delayed implementation of the bank plus changes, higher than expected Medical Agency usage and lower than planned Estates benefits being realised. Work is ongoing to further identify schemes to bridge these gaps and achieve the 2024/25 full year target.
- Cash – There is a £5.64m reduction from the Month 7 cash balance. Efforts continue to ensure that all relevant invoices are raised and payment from commissioners are received promptly.
- Capital spend YTD is below plan by £3.05m, of which £1.81m relates to an underspend on leases across the Trust.