

Yorkshire and the Humber Strategic Health Authority

5 April 2007

Yorkshire and the Humber SHA Finance Report
as at 28 February 2007

Purpose of this paper

- To notify the Authority of the actual 2006/07 expenditure, to 28 February 2007, for the Yorkshire and the Humber Strategic Health Authority, and provide an overview of the financial position of the SHA.

Rob Cooper
Deputy Chief Executive / Director of Finance and Investment

Yorkshire and the Humber Strategic Health Authority

5 April 2007

Yorkshire and the Humber SHA Finance Report as at 28 February 2007

This paper reports the actual 2006/07 expenditure, 28 February 2007, for the Yorkshire and the Humber Strategic Health Authority.

The SHA is accountable for the following areas of expenditure:

- **SHA administration:** for 2006/7 this is a consolidation of spend and funding relating to the new SHA and the three predecessor Strategic Health Authorities during the period prior to merger. Expenditure is net of a recharge to workforce development funding for management services provided.
- **SHA hosted projects and programmes:** this covers the many and varied activities hosted by the new SHA ranging from substantial national programmes to small specific earmarked allocations.
- **SHA investment in workforce development:** this relates to expenditure funded from the multi-professional education and training levy (MPET) for the Yorkshire and Humber area. This spending can be divided between funding for the University sector, for nurse and other non-medical training, and funding for the NHS, managed in conjunction with the deaneries and medical schools, for undergraduate and postgraduate medical and dental training. The SHA is also currently charged with managing a major allocation for the training of undergraduate dentists across England's dental hospitals.
- **Electronic Staff Record Programme:** The SHA is also host to the Electronic Staff Record programme (based in Warwick). The spending for ESR is shown separately as it is not funded from the SHA Resource Limit but rather all ESR spending is matched with income from the Department of Health.

2006/7 Financial Position – Overview

Table 1 below shows, for the areas referred to above, actual expenditure to date and a forecast of the total spend for the whole year. In line with accounting requirements to report a full year's spend, the reported expenditure for the new SHA includes expenditure incurred by the predecessor SHAs for the period April to June, prior to the merger date of July 1 2006.

Table 1: Expenditure to date and forecast

	Year to Date Spend April 06 to February 2007	Forecast Spend at end of year April 2006 to March 2007	Budgetary allocation for full year (resource limit)	Forecast year end variance
	£'000	£'000	£'000	£'000
SHA Administration & reserves	12,335	18,695	18,695	0
SHA hosted projects & programmes	17,314	38,543	51,644	13,101
SHA investment in workforce development / Dental SIFT	405,828	457,177	464,255	6,428
TOTAL (net)	435,477	514,415	533,991	19,529

Electronic Staff Record Programme (not included above)	58,336	65,063	65,063	0
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Comment

Net expenditure against budgets managed or hosted by the SHA is expected to be no more than £514.4m – this is £19.5 below the resource limit allocation. The main movement since Month 10 is revised (reduced) spend for the national Cancer Screening Programme as some investment will now slip into 2007/8. The other change is confirmation of the take up of course places by nursing and other non-medical healthcare students. The remaining areas of uncertainty relate to hosted programmes; the final allocation decisions for Dental SIFT development to Dental Hospitals and final CSIP development spend. Until the SHA is informed of the final spend figures breakeven position is forecast for these two budgets.

Conclusion

The Authority is recommended to note the 2006/7 financial position summarised in this paper.

Rob Cooper
Deputy Chief Executive/Director of Finance and Investment
March 2007