



North East London

Finance Overview

Meeting name: INEL JHOSC

Presenter: Henry Black, Chief Finance Officer

Date: 6 November 2024

Organisations	Month 5 YTD			Month 12 Outturn		
	Plan £m	Actual £m	Variance £m	Plan £m	Actual £m	Variance £m
BHRUT	(9.1)	(18.2)	(9.1)	(10.2)	(10.2)	0.0
Barts Health	(5.9)	(18.8)	(13.0)	(14.2)	(14.2)	0.0
East London NHSFT	(2.9)	(12.5)	(9.6)	0.0	0.0	0.0
Homerton	(7.1)	(12.4)	(5.3)	(6.3)	(6.3)	0.0
NELFT	(5.0)	(16.2)	(11.2)	(4.9)	(4.9)	0.0
Total NEL Providers	(30.0)	(78.1)	(48.1)	(35.6)	(35.6)	0.0
NEL ICB	(4.0)	(9.1)	(5.1)	0.6	0.6	(0.0)
NEL System Total	(34.0)	(87.2)	(53.2)	(35.0)	(35.0)	0.0

- NEL ICS is reporting **year-to date deficit of £87.2m** (ICB £9.1m, providers £78.1m), which is a variance to plan of £53.2m.
- The year-end forecast is in line with the plan (£35.6m deficit for providers and a £0.6m surplus for the ICB).
- The key drivers for overspends at a provider level are as follows;
 - Run rate pressures – at month 5, mental health providers have reported pressures in relation to additional independent sector beds (ECRs) purchased above planned levels and increased acuity of patients on their wards. Run rate pressures at Barts include renal dialysis capacity, BHRUT have reported pressures on critical care, non-elective activity and mental health costs. Homerton has reported pressures in relation to lost income and non-pay.
 - Efficiency and cost improvement plans - providers reported efficiency slippage of £14.9m at month 5. Barts and the Homerton are expecting efficiency slippage to continue to year-end and have reported total year-end slippage of £27.7m.
 - Industrial action – part of the provider year-to-date pressure is driven by the impact of industrial action at the end of June and beginning of July. Providers have estimated this to be in the region of £7.6m.
 - Cyber-attack – Barts have flagged a year-to-date cost pressure of £0.7m in relation to this.