

**PWYLLGOR CYLLID A PHERFFORMIAD  
FINANCE AND PERFORMANCE COMMITTEE**

<b>DYDDIAD Y CYFARFOD: DATE OF MEETING:</b>	24 February 2026
<b>TEITL YR ADRODDIAD: TITLE OF REPORT:</b>	Balance Sheet Analysis – as of 31 December 2025
<b>CYFARWYDDWR ARWEINIOL: LEAD DIRECTOR:</b>	Huw Thomas, Executive Director of Finance
<b>SWYDDOG ADRODD: REPORTING OFFICER:</b>	Tim John, Head of Accounting and Statutory Reporting

**Pwrpas yr Adroddiad (dewiswch fel yn addas)**

**Purpose of the Report (select as appropriate)**

Er Sicrwydd/For Assurance

**ADRODDIAD SCAA  
SBAR REPORT**

**Sefyllfa / Situation**

The purpose of the report is to outline the Health Board's Balance Sheet position as at the end of Quarter 3 2025/26 (Month 9), to provide an explanation for any key movements and to provide assurance to the Committee that robust, routine and effective monitoring is in place.

The report also outlines the monthly scrutiny of the Balance Sheet and any further developments.

**Cefndir / Background**

The Health Board's Financial Accounts team, on behalf of the Executive Director of Finance, and as part of a monthly review process and sign off, will ensure scrutiny and completeness of the Health Board's Balance Sheet.

**Asesiad / Assessment**

**Quarter 3 2025-26 Balance Sheet Review**

The Month 9 Balance Sheet, with explanation of key variances, is shown in **Appendix 1**. The movement of £40m from the opening position can be summarised as follows:

	2025-26 Opening balance £m	31 Dec 2025 £m	Movement £m
<b>Non-Current assets</b>			
Fixed Assets	379	399	20
Other non- current assets	60	68	8
	<b>439</b>	<b>467</b>	<b>28</b>
<b>Current Assets</b>			
Inventories	12	12	0
Trade and other Receivables	69	76	7
Cash	4	2	-2
<b>Total Assets</b>	<b>524</b>	<b>557</b>	<b>33</b>
<b>Liabilities</b>			
Trade and other Payables	-169	-154	15
Provisions	-95	-103	-8
<b>Total Liabilities</b>	<b>-264</b>	<b>-257</b>	<b>7</b>
<b>Net Assets less Liabilities</b>	<b>260</b>	<b>300</b>	<b>40</b>
<b>Financed by:</b>			
General Fund	199	227	28
Revaluation Reserve	61	73	12
<b>Total Funding</b>	<b>260</b>	<b>300</b>	<b>40</b>

**Appendix 2** shows the Power BI platform for Balance Sheet analysis.

### Argymhelliad / Recommendation

The Finance and Performance Committee is asked to **NOTE** the Balance Sheet as at the end of Quarter 3 2025/26

### Amcanion: (rhaid cwblhau)

### Objectives: (must be completed)

Committee ToR Reference: Cyfeirnod Cylch Gorchwyl y Pwyllgor:	2.2 Provide assurance on financial performance and delivery against Health Board financial plans and objectives and, on financial control, give early warning of potential performance issues, making recommendations for action to continuously improve the financial position of the organisation, focusing in detail on specific issues where financial performance is showing deterioration or there are areas of concern
Cyfeirnod Cofrestr Risg Datix a Sgôr Cyfredol: Datix Risk Register Reference and Score:	2086. Current Risk Score = 20.
Parthau Ansawdd: Domains of Quality <a href="#">Quality and Engagement Act (sharepoint.com)</a>	Not Applicable

Galluogwyr Ansawdd: Enablers of Quality: <a href="#">Quality and Engagement Act (sharepoint.com)</a>	Not Applicable
Amcanion Strategol y BIP: UHB Strategic Objectives:	Not Applicable
Amcanion Cynllunio Planning Objectives	1 Workforce Stabilisation 2 Financial recovery and route map 6 Clinical services plan
Amcanion Llesiant BIP: UHB Well-being Objectives: <a href="#">Hyperlink to HDdUHB Well-being Objectives Annual Report 2021-2022</a>	10. Not Applicable

#### **Gwybodaeth Ychwanegol: Further Information:**

Ar sail tystiolaeth: Evidence Base:	Monitoring returns to Welsh Government based on the Health Board's financial reporting system.
Rhestr Termau: Glossary of Terms:	Explanation of terms is included in the report.
Partïon / Pwyllgorau â ymgynhorwyd ymlaen llaw y Pwyllgor Adnoddau Cynaliadwy: Parties / Committees consulted prior to Sustainable Resources Committee:	Finance Team

#### **Effaith: (rhaid cwblhau) Impact: (must be completed)**

<b>Ariannol / Gwerth am Arian: Financial / Service:</b>	Financial implications are inherent within the report.
<b>Ansawdd / Gofal Claf: Quality / Patient Care:</b>	Not Applicable
<b>Gweithlu: Workforce:</b>	Not Applicable

<b>Risg: Risk:</b>	Financial risks are detailed in the report.
<b>Cyfreithiol: Legal:</b>	The Health Board has a legal duty to deliver a breakeven financial position over a rolling three-year basis and an administrative requirement to operate within its budget within any given financial year.
<b>Enw Da: Reputational:</b>	Adverse variance against the Health Board's financial plan will affect its reputation with Welsh Government, Audit Wales and with external stakeholders.
<b>Gyfrinachedd: Privacy:</b>	Not Applicable
<b>Cydraddoldeb: Equality:</b>	Not Applicable

## BALANCE SHEET: APPENDIX 1

APPENDIX 1: Statement of Financial Position as at 31 December 2025	Opening Balance 1 April 2025 £'000	Closing Balance 31 December 2025 £'000	Movement £'000
<b>Non-Current Assets</b>			
Property, plant and equipment (PP&E)	377,071	397,922	<b>20,851</b>
Intangible assets	1,952	1,409	<b>(543)</b>
Trade and other receivables	59,122	67,566	<b>8,444</b>
Other financial assets	826	826	<b>0</b>
<b>Non-Current Assets sub total</b>	<b>438,971</b>	<b>467,723</b>	<b>28,752</b>
<b>Current Assets</b>			<b>0</b>
Inventories	12,475	12,429	<b>(46)</b>
Trade and other receivables	68,508	75,803	<b>7,295</b>
Cash and cash equivalents	3,943	1,635	<b>(2,308)</b>
Other financial assets	148	148	<b>0</b>
<b>TOTAL CURRENT ASSETS</b>	<b>85,074</b>	<b>90,015</b>	<b>4,941</b>
<b>TOTAL ASSETS</b>	<b>524,045</b>	<b>557,738</b>	<b>33,693</b>
<b>Current Liabilities</b>	(162,040)	(149,117)	<b>12,923*</b>
Provisions	(33,839)	(36,590)	<b>(2,751)^</b>
<b>NET CURRENT ASSETS / (LIABILITIES)</b>	<b>(110,805)</b>	<b>(95,692)</b>	<b>15,113</b>
<b>Non-Current Liabilities</b>			
Trade and other Payables	(6,837)	(5,371)	<b>1,466*</b>
Provisions	(61,742)	(66,760)	<b>(5,018)^</b>
<b>TOTAL ASSETS EMPLOYED</b>	<b>259,587</b>	<b>299,900</b>	<b>40,313</b>

There has been an increase in the total of Non-Current Assets of £28.7m since the end of 2024/25. Fixed assets (PP&E) have increased by £20.8m - this is the net of any indexation increase and depreciation as at the end of Quarter 3. Trade and other receivables have increased by £8.4m. This is mainly due to the increase in the Welsh Risk Pool debtor.

There has been a net increase of £4.9m in the total amount of Current Assets since the end of 2024/25, of which an increase of £7.3m relates to Trade and other receivables. This is mainly due to an increase in the Welsh Risk Pool debtor.

\*There has been a net decrease in Total Liabilities (excluding Provisions) of £14.4m since the end of 2024/25. This decrease relates to Trade and Other Payables – further details are provided below\*\*

^Total provisions have increased by £7.8m since the end of 2024/25. The movement was mainly due to an increase in the provision for clinical negligence cases from the end of 2024/25. This is due to a increase in the number of cases and the provision across multiple cases.

<b>FINANCED BY:</b>			
<b>Taxpayers' Equity</b>			
<b>General Fund</b>	198,951	226,926	<b>27,975</b>
<b>Revaluation Reserve</b>	60,636	72,974	<b>12,338</b>
<b>TOTAL TAXPAYERS' EQUITY</b>	<b>259,587</b>	<b>299,900</b>	<b>40,313</b>

\*\*Additional information in respect of the decrease in Trade and Other Payables:

The main movements in Trade and Other payables are as follows :

Trade Payables (£18.4m) decrease	(£13.0m) Timing of year end reversals (£8.8m) Timing of Month 9 primary care contractor payments (6.9m) Timing of invoices processed through AP £11.8m Timing of CHC invoices
NHS Payables (£2.8m) decrease	(£2.5m) Health Commission Wales (£2.3m) Swansea Bay £3.3m Healthcare Contracting
Other Payables £5.4m increase	£5.9m Core Processing