



PWYLLGOR ADNODDAU CYNALIADWY
SUSTAINABLE RESOURCES COMMITTEE

DYDDIAD Y CYFARFOD: DATE OF MEETING:	25 February 2025
TEITL YR ADRODDIAD: TITLE OF REPORT:	Balance Sheet Analysis as of 31 December 2024
CYFARWYDDWR ARWEINIOL: LEAD DIRECTOR:	Huw Thomas, Director of Finance
SWYDDOG ADRODD: REPORTING OFFICER:	Tim John, Senior Finance Business Partner (Accounting and Statutory Reporting)

Pwrpas yr Adroddiad (dewiswch fel yn addas) Purpose of the Report (select as appropriate)
Er Gwybodaeth/For Information

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 2024/25 (M9), 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 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 2024-25 Balance Sheet Review

The Month 9 Balance Sheet, with explanation of key variances, is shown at **Appendix 1**.

The movement of £19m from the opening position can be summarised as follows:

	2024-25 Opening balance £m	31 Dec 2024 £m	Movement £m
Non-Current assets			
Fixed Assets	381	371	-10
Other non- current assets	56	58	2
	437	429	-8
Current Assets			
Inventories	12	12	0
Trade and other Receivables	76	76	0
Cash	2	4	2
Total Assets	527	521	-6
Liabilities			
Trade and other Payables	-188	-148	40
Provisions	-80	-95	-15
Total Liabilities	-268	-243	25
Net Assets less Liabilities	259	278	19
Financed by:			
General Fund	194	210	16
Revaluation Reserve	65	68	3
Total Funding	259	278	19

Argymhelliad / Recommendation

The Sustainable Resources Committee is asked to **NOTE** the Balance Sheet as at the end of Quarter 3 2024/25

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:		Risk 1843: Current Risk Score = 20.
Parthau Ansawdd: Domains of Quality Quality and Engagement Act (sharepoint.com)		Not Applicable
Galluogwyr Ansawdd: Enablers of Quality:		Not Applicable

Quality and Engagement Act (sharepoint.com)	
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: Hyperlink to HDdUHB Well-being Objectives Annual Report 2021-2022	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:	Contained within the body of 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)	
Ariannol / Gwerth am Arian: Financial / Service:	Financial implications are inherent within the report.
Ansawdd / Gofal Claf: Quality / Patient Care:	Not Applicable
Gweithlu: Workforce:	Not Applicable

Risg: Risk:	Financial risks are detailed in the report.
Cyfreithiol: Legal:	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.
Enw Da: Reputational:	Adverse variance against the Health Board's financial plan will affect its reputation with Welsh Government, Audit Wales and with external stakeholders
Gyfrinachedd: Privacy:	Not Applicable
Cydraddoldeb: Equality:	Not Applicable

APPENDIX 1: Statement of Financial Position as of 31 December 2024

	Opening Balance 1 April 2024	Closing Balance 31 December 2024	Movement
	£'000	£'000	£'000
Non-Current Assets			
Property, plant and equipment (PP&E)	378,696	369,215	(9,481)
Intangible assets	2,422	1,871	(551)
Trade and other receivables	54,664	56,755	2,091
Other financial assets	974	974	-
Non-Current Assets sub total	436,756	428,815	(7,941)
Current Assets			
Inventories	11,616	12,017	401
Trade and other receivables	76,429	75,717	(712)
Cash and cash equivalents	2,141	4,301	2,160
Other financial assets	147	147	0
TOTAL CURRENT ASSETS	90,333	92,182	1,849
TOTAL ASSETS	527,089	520,997	(6,092)
Current Liabilities	(180,188)	(145,422)	34,766*
Provisions	(27,370)	(42,064)	(14,694)^
NET CURRENT ASSETS / (LIABILITIES)	(117,225)	(95,304)	21,921

There has been a decrease in the total for Non-Current Assets of £8m since the end of 2023/24. Fixed assets (PP&E) have decreased by £9.5m - this is the net of any indexation increase and depreciation as at the end of Quarter 3.

There has been an increase in the total amount of Current Assets of £1.8m since the end of 2023/24, of which a decrease of £0.7m relates to Trade and other receivables. Cash and cash equivalents accounted for £2.1m of the overall increase in Total Current Assets.

*There has been a net decrease in Total Liabilities (excluding Provisions) of £40.3m since the end of 2023/24. This decrease relates to Trade and Other Payables – further details are provided below**

Non-Current Liabilities			
Trade and other Payables	(7,798)	(2,252)	5,546*
Provisions	(53,014)	(53,038)	(24)^
TOTAL ASSETS EMPLOYED	258,719	278,221	19,502
FINANCED BY:			
Taxpayers' Equity			
General Fund	194,091	210,015	15,924
Revaluation Reserve	64,628	68,206	3,578
TOTAL TAXPAYERS' EQUITY	258,719	278,221	19,502

^Total provisions have increased by £14.7m since the end of 2023/24. The movement was mainly due to an increase in the provision for clinical negligence cases from the end of 2023/24. This is due to a increase in the provision across multiple cases.

**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 (£29.2m) decrease	(£9.0m) Timing of year end reversals (£9.6m) Timing of Month 9 primary care contractor payments (£3.7m) Timing of invoices processed through Accounts Payable (£3.3m) Timing of CHC invoices
Non-NHS accruals (£9.0m) decrease	£8.3m Prescribing £4.6m Facilities £4.2m Pharmacy (£6.7m) CHC (£6.1m) Core Processing (£2.8m) Capital Accruals (£2.0m) Nurse Agency Payables (£4.6m) General accruals