

BOARD MEETING

19 March 2009
Item No 09/0324ii

Revenue and Capital Budgets 2009/10

1. Introduction/ Summary of Scheme/Report

The purpose of this report is to set out the PCT's financial strategy and to seek approval for a balanced revenue budget and outline capital programme for the 2009/10 financial year, supporting the latest iteration of the PCT's financial investment strategy.

The revenue and capital budgets 2009/10 paper outlines the PCT's approach in order to set in context the additional funding received in 2009/10 and how this is incorporated into the PCT's budget.

The PCT has worked hard to develop an ambitious annual operating plan (AOP) which also delivers a balanced outturn for 2009/10. As details of the proposals for 2009/10 are included in the separate AOP reports to the board this paper concentrates on the high level financial allocation that supports the PCT's plans.

In addition the report sets out the latest understanding of the capital resource available in 2009/10 together with a proposal for the allocation of capital funds.

It is anticipated that close monitoring of both revenue and capital budget-setting will be undertaken, with exception reporting to the board on progress.

A five year financial investment strategy update report is also provided to enable the annual revenue and capital budgets to be considered in the context of the PCT's longer term strategy and financial planning horizons.

This version of the strategy incorporates the latest information in respect of PCT allocations and reflects the national and global economic downturn as well as feedback from key local stakeholders.

The strategy will continue to evolve and a refreshed version will be prepared later in 2009 as an integral element of the financial planning process.

Additional contextual information is available in the PCT's annual operational plan and five year strategic documents which include the PCT's financial investment strategy.

2. Implications and Risks	
<i>Will there be a significant impact on patients or patient care?</i>	Yes
<i>Are there any financial or legal implications to implementing this item?</i>	Yes
<i>Will there be an impact on Equality, Diversity or Human Rights?</i>	No
<i>Does this item form an essential part of quality or performance standards e.g. Healthcare Commission, NHS Litigation Authority? If yes, detail which standard.</i>	No
3. Recommendation	
<p>The board is requested to note:</p> <ul style="list-style-type: none"> i. note the overall financial position for 2009/10 and approve the proposed revenue budget; ii. note, comment upon and approve the outline capital programme proposed for management by the strategic estates and facilities management group; and iii. note, comment upon and approve the revised financial investment strategy. 	
4. Submitted by	
Author:	Mike Taylor
Title:	Director of Financial Services
Sponsoring Director:	Tom Hunt, Director of Finance & Corporate Services
Date:	March 2009
5. Purpose of the Paper	
Information sharing <input type="checkbox"/> Development/discussion <input checked="" type="checkbox"/> Decision/action <input checked="" type="checkbox"/>	