

# Financial summary

## Financial targets

The SEHD sets three financial targets at NHS board level on an annual basis.

These limits are:

- revenue resource limit - a resource budget for ongoing operations
- capital resource limit - a resource budget for new capital investment, and
- cash requirement - a financial requirement to fund the cash consequences of the ongoing operations and the new capital investment.

The following three tables show how we met all three targets and gives details of how we spent the budget.

## Our performance against financial targets

NHS QIS is permitted to carry forward up to 1 per cent of its allocation (£151k). The year end position of £147k is within this limit and therefore we expect to receive permission from the Scottish Government to carry this amount forward into 2007/08; this additional non-recurring funding will be used to further the patient safety programme of work.

Table 1:  
Performance against financial targets

	Limit as set by SEHD	Actual Outturn	Variance (over)/under
	£'000	£'000	£'000
Revenue resource limit	15,004	14,857	147
Capital resource limit	137	137	0
Cash requirement	15,141	14,994	147

Table 2:  
Balance sheet as at 31 March  
2007

	£'000
<b>Fixed assets</b>	
Intangible fixed assets	9
Tangible fixed assets	168
<b>Total</b>	<b>177</b>
<b>Current assets</b>	
Stocks	0
Debtors (money we are owed)	529
Cash at bank and in hand	199
<b>Total</b>	<b>728</b>
<b>Current Liabilities</b>	
Creditors due within one year	(1,961)
<b>Total</b>	<b>(1,961)</b>
<b>Net current assets/(liabilities)</b>	<b>(1,233)</b>
<b>Total assets less current liabilities</b>	<b>(1,056)</b>
<b>Provision for liabilities and charges</b>	<b>(1,041)</b>
<b>Total</b>	<b>(2,097)</b>
Financed by the general fund	(2,097)

Table 3:  
Operating cost statement for  
year ended 31 March 2007

	£'000	
A	Total clinical services costs	0
B	Total administration costs	882
	Other non-clinical services	14,110
	Less: other operating income	(135)
C	Total other non-clinical services	13,975
<b>Net operating costs</b>		<b>14,857</b>
Summary of revenue resource funding		
	Net resource spending	14,857
	Revenue resource limit	15,004
D	Saving/(over spend) against Revenue resource limit	147
Memorandum for the year		
E	Brought forward (surplus from previous financial year)	(268)
	Savings/(over spend) against in year revenue resource limit (D + E)	(121)

## External auditors report

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance that the financial statements and the part of the Remuneration Report to be audited are free from material misstatement, whether caused by fraud or error, and that in all material respects the expenditure and income shown in the financial statements were incurred or applied in accordance with any applicable enactments and guidance issued by the Scottish Ministers. In forming my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements and the part of the Remuneration Report to be audited.

## Opinion of financial statements

In my opinion

- the financial statements give a true and fair view, in accordance with the National Health Service (Scotland) Act 1978 and directions made thereunder by the Scottish Ministers, of the state of affairs of the Board as at 31 March 2007 and of its net operating cost position, recognised gains and losses and cash flows for the year then ended; and
- the financial statements and the part of the Remuneration Report to be audited have been properly prepared in accordance with the National Health Service (Scotland) Act 1978 and directions made thereunder by the Scottish Ministers.

## Regularity

In my opinion in all material respects the expenditure and income shown in the financial statements were incurred or applied in accordance with any applicable enactments and guidance issued by the Scottish Ministers.

David McConnell  
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June 2007