



# PHE Advisory Board

<b>Title of meeting</b>	PHE Advisory Board
<b>Date</b>	Monday 22 July 2013
<b>Sponsor</b>	Michael Brodie
<b>Title of paper</b>	<b>2013/14 Financial Review – Year to Date</b>

## 1. PURPOSE OF THE PAPER

- 1.1 This paper presents a summary financial review for Public Health England for the period ended May 2013.

## 2. RECOMMENDATIONS

- 2.1 The PHE Advisory Board is asked to **NOTE** the summary financial position of PHE as at the end of reporting month two.

## 3. BACKGROUND

- 3.1 The original budget was approved by the National Executive in April 2013. This budget was used in the Business Plan submitted to the Department of Health (DH). Inevitably, with an organisation in start-up there have been changes to initial financial planning assumptions and a budget review has therefore been undertaken to reflect the latest position. An updated budget, which remains within the spending totals agreed with the DH, was approved by the National Executive on 18 June.
- 3.2 The National Executive receives and reviews a report on the Agency's financial position on a monthly basis and is supported by the Resourcing and Prioritisation Group which ensures that resourcing decisions are made in light of the overall financial position and the strategic priorities of Public Health England.

## 4. FINANCIAL POSITION

- 4.1 The high level summary financial position for PHE for the two months to May 2013 is shown in the table below.
- 4.2 The figures represent the net expenditure for each directorate and show a year to date net underspend of £6.6m against a budget of £709.4m for the period. This position was expected as the Agency moves from transition and builds its delivery capacity.
- 4.3 At this stage in the financial year the forecast outturn is as per the revised budget. This prudent assessment incorporates a £10m development budget to enable the Agency to deliver public health outcomes through greater collaboration and innovation.

<b>Public Health England : Year to date position 31<sup>st</sup> May 2013</b>	<b>Year to date Budget (£m)</b>	<b>Year to date Actual (£m)</b>	<b>Variance (£m)</b>	<b>Full Year Budget/ Forecast Outturn (£m)</b>
Operations Total	(21.4)	(19.0)	2.4	(128.3)
Health Protection	(8.4)	(8.9)	(0.5)	(50.6)
Health & Wellbeing - General	(3.6)	(3.6)	-	(135.8)
Health & Wellbeing – Social Marketing	(1.1)	(1.1)	-	(54.6)
Knowledge	(6.0)	(4.3)	1.7	(35.8)
Corporate Functions	(3.5)	(0.5)	3.0	(30.3)
Sub-total	(44.0)	(37.4)	6.6	(435.4)
Depreciation	-	-	-	(40.0)
Total Net Operating Expenditure	(44.0)	(37.4)	6.6	(475.4)
Local Authority Grants	(665.4)	(665.4)	-	(2,661.8)
Vaccines Programme	-	-	-	(422.9)
<b>Total PHE</b>	<b>(709.4)</b>	<b>(702.8)</b>	<b>6.6</b>	<b>(3,560.1)</b>

## 5. CONCLUSION

- 5.1 As expected, given the transition process and the timetable of recruitment to establishment, the year to date figures show an underspend position. However, plans are in place to manage the financial position to ensure that PHE utilises its resources effectively and delivers to budget.

**Michael Brodie**

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