

The Shrewsbury and Telford Hospital NHS Trust

Trust Board – 28th April 2011

Budget Update – Capital Expenditure

Executive Lead	Neil Nisbet, Finance Director																																														
Author	Chris Benham, Assistant Director, Financial Accounts																																														
Corporate Objective	A3. Increase surpluses to reinvest in quality and innovation.																																														
Executive Summary	<p>A revision is required to the approved 2011/12 capital programme in order to align the five year capital plan to the recently completed draft of the Long Term Financial Model. The table below summarises the five year capital plan and identifies the required change in order to achieve the objectives as set in the draft LTFM – a detailed schedule is attached.</p> <table border="1"> <thead> <tr> <th></th> <th>2011/12</th> <th>2012/13</th> <th>2013/14</th> <th>2014/15</th> <th>2015/16</th> </tr> <tr> <th></th> <th>£000</th> <th>£000</th> <th>£000</th> <th>£000</th> <th>£000</th> </tr> </thead> <tbody> <tr> <td>Projected CRL</td> <td>8,288</td> <td>8,288</td> <td>8,288</td> <td>8,288</td> <td>8,288</td> </tr> <tr> <td>Capital Expenditure - LTFM</td> <td>7,200</td> <td>7,200</td> <td>7,200</td> <td>15,000</td> <td>15,000</td> </tr> <tr> <td>Cash effect - +ve = release</td> <td>1,088</td> <td>1,088</td> <td>1,088</td> <td>(6,712)</td> <td>(6,712)</td> </tr> <tr> <td>Identified Schemes – details attached</td> <td>10,271</td> <td>13,988</td> <td>10,488</td> <td>9,888</td> <td>9,888</td> </tr> <tr> <td>(Reduction) / Increase required to identified schemes</td> <td>(3,071)</td> <td>(6,788)</td> <td>(3,288)</td> <td>5,112</td> <td>5,112</td> </tr> </tbody> </table> <p>In order to achieve the requirements detailed above, it is proposed for a revised five capital plan to be presented and discussed at May Capital Planning Group for presentation and approval at May Trust Board.</p> <p>Any essential capital expenditure shall be managed within current authorisation levels and in line with the approved capital programme.</p>						2011/12	2012/13	2013/14	2014/15	2015/16		£000	£000	£000	£000	£000	Projected CRL	8,288	8,288	8,288	8,288	8,288	Capital Expenditure - LTFM	7,200	7,200	7,200	15,000	15,000	Cash effect - +ve = release	1,088	1,088	1,088	(6,712)	(6,712)	Identified Schemes – details attached	10,271	13,988	10,488	9,888	9,888	(Reduction) / Increase required to identified schemes	(3,071)	(6,788)	(3,288)	5,112	5,112
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Recommendations	<p>The Trust Board is asked:</p> <ul style="list-style-type: none"> to NOTE the requirements above and; to APPROVE the proposal that Capital Planning Group submit a revised capital programme to May Trust Board for approval. 																																														