

2020/21 Annual Accounts

Paul Robinson
Chief Financial Officer



Content

- Annual accounts prepared in accordance with the DHSC Group Accounting Manual (GAM) and on a going concern basis.
- Consist of 4 main statements (pages 114 to 119) with supporting notes (pages 120 onwards).
- The financial control total for 2020/21 was delivered.
- No changes to existing Accounting Policies. The planned introduction of accounting standard IFRS 16 (leases) was again deferred by DHSC until 2021/22.

Process

- Accounts produced and submitted as per required dates.
- Audit Committee review of draft prior to KPMG Audit review.
- Board of Directors adoption on 11th June 2021 along with KPMG 'Unmodified' Audit Opinion (22nd June 2021).
- Publication with Annual Report.
- To be presented at Annual Public Meeting along with KPMG Audit opinion and Annual Report

Statement of Comprehensive Income

(Page 114)

- Also known as the Income & Expenditure Statement or the Profit & Loss.
- The Trust is reporting a retained deficit of £15.9m.
- This includes a £10.4m decrease in the value of assets (Net impairment).
- Excluding this the underlying operating position is (£5.5m) deficit.

Statement of Financial Position

(Page 115)

- Also known as the Balance Sheet.
- Decrease in value of property, plant & equipment to £279.1m due to asset revaluation / depreciation.
- All Capital and revenue loan borrowing repaid in year due to the receipt of PDC from the DHSC £234.70M. Additional repayment of PFI liability of £9.74m, leaving total borrowing at £239.88m
- Income & Expenditure Reserve value (£376.6m) provides the accumulated annual deficits of the Trust.

Statement of Changes in Equity

(Pages 116)

- Records how the assets of the Trust are financed by the Treasury and how these have changed over the accounting year. Includes the receipt of £254.98m of National Capital PDC. PDC receipt above loan repayment relates to in year Capital spend.
- Details balances in the SOFP.

Statement of Cash Flows

(Page 119)

- Records how cash holding has moved from £2.4m at 31.03.20 to £25.2m at 31.03.21, as disclosed in the SOFP.
- Primarily due to increased payables (creditors), and a decrease in receivables (debtors)

Audit Report



Sherwood Forest Hospitals
NHS Foundation Trust

- The report provides an unqualified opinion that the Trust's financial statements provide a true and fair view and have been properly prepared in accordance with the GAM.
- No differences on the interpretation of how Accounting Standards should be applied were raised.
- The auditors identified 2 unadjusted errors relating to the recognition of capital £0.93m which was discussed at the Audit & Assurance Committee in June 2021.
- No adjustment was made as they were below the materiality threshold.
- A unqualified opinion was given on value for money, however, one significant risk was identified relating to financial sustainability due to the underlying deficit of the trust.