

DATE OF MEETING	22 December 2015
REPORT FOR	Trust Board of Directors – Public
REPORT FROM	Neil Gammon, Non-Executive Director & Chairman of the Resources Committee and Karen Dunderdale, Deputy Chief Executive
CONTACT OFFICER	Karen Dunderdale, Deputy Chief Executive
SUBJECT	Resources Committee Highlight Report, December 2015
BACKGROUND DOCUMENT (IF ANY)	None
REPORT PREVIOUSLY CONSIDERED BY & DATE(S)	N/A
EXECUTIVE COMMENT (INCLUDING KEY ISSUES OF NOTE OR, WHERE RELEVANT, CONCERN AND / OR NED CHALLENGE THAT THE BOARD NEED TO BE MADE AWARE OF)	To provide Board Assurance, this report draws the Board's attention to the several important issues that the Resources Committee considered on 11 December 2015
HAVE THE STAFF SIDE BEEN CONSULTED ON THE PROPOSALS?	N/A
HAVE THE RELEVANT SERVICE USERS/CARERS BEEN CONSULTED ON THE PROPOSALS?	N/A
ARE THERE ANY FINANCIAL CONSEQUENCES ARISING FROM THE RECOMMENDATIONS?	None
IF YES, HAVE THESE BEEN AGREED WITH THE RELEVANT BUDGET HOLDER AND DIRECTOR OF FINANCE, AND HAVE ANY FUNDING ISSUES BEEN RESOLVED?	N/A
ARE THERE ANY LEGAL IMPLICATIONS ARISING FROM THIS PAPER THAT THE BOARD NEED TO BE MADE AWARE OF?	NO
WHERE RELEVANT, HAS PROPER CONSIDERATION BEEN GIVEN TO THE NHS CONSTITUTION IN ANY DECISIONS OR ACTIONS PROPOSED?	YES
WHERE RELEVANT, HAS PROPER CONSIDERATION BEEN GIVEN TO SUSTAINABILITY IMPLICATIONS (QUALITY & FINANCIAL) & CLIMATE CHANGE?	YES
THE PROPOSAL OR ARRANGEMENTS OUTLINED IN THIS PAPER SUPPORT THE ACHIEVEMENT OF THE TRUST OBJECTIVE(S) AND COMPLIANCE WITH THE REGULATORY STANDARDS LISTED	Ensures compliance with good governance and the requirements of the Trust's Constitution
ACTION REQUIRED BY THE BOARD	The Board is asked to note the report and consider any additional action required

RESOURCES COMMITTEE DECEMBER 2015

HIGHLIGHT REPORT TO TRUST BOARD

This pro-forma should be used by sub-committees to escalate issues or concerns to the Trust Board i.e. where actions may be outstanding or where the issue is significant and a decision may be required at a higher level and, in turn, ensure that risk issues are appropriately escalated and managed.

Report for Trust Board meeting on:	22 December 2015
Report From:	Resources Committee
Highlight Report:	
<u>Estates Strategy, Sustainability Development Management Plan, Travel Plan</u>	
<p>The Committee received the Estates Strategy and associated Sustainability Development Management Plan (SDMP) and Travel Plan. The strategy is clinically driven in its development, aligned to the Trust strategic objectives. The Strategy highlighted £44.3m for backlog maintenance (BLM), risk adjusted to £20.4m; BLM is tied into the clinical schemes and some of the forward plans will reduce this by £5-6m. The committee discussed detailed plans for 2016/17 and outline plans for the remaining 3 years. The plans are flexible to adapt to meet changing needs of clinical services.</p> <p>The SDMP replaces the Trust Carbon Reduction Plan and carbon reduction strategy. The Trust has a requirement for a 34% reduction in carbon emissions from its 2007 baseline by 2020. We have seen a 10% reduction from the 2007 baseline to 2015.</p> <p>The Committee considered the Travel Plans up to 2020 and considered this to be a robust plan.</p> <p>The Committee approved each document and recommends them to the Trust Board.</p>	
<u>Month 08 Early indications</u>	
<p>The Committee wishes to highlight that the I&E position is ahead of plan by £1.49m which is positive in light of the continued increased activity flows. Income risks remain, but the forecast is for a £0.2m variance at this point. We have seen an improvement in pay costs with £700k underspent YTD, demonstrating a reducing run rate. Month 8 spend is £200k lower than M7, including a reduced agency spend – all of which are signs of progress. The liquidity risk remains and is subject to managed capital slippage through to year end in order to maximise any opportunity to remove the need for additional working capital support in year. There is a risk that NHS England insist commissioners return any unused funds to the centre rather than pass them to providers. This would simply add to NLAG in year risk. The Trust is currently in discussion regarding the 16/17 cash commitments and the likely starting point for the next FY.</p>	
Action Required by the Trust Board:	
<p>The Trust Board is asked to note the report and consider any additional actions required.</p>	

Neil Gammon, Non-Executive Director & Chairman of the Resources Committee

11 December 2015