

**NHS Trust** 

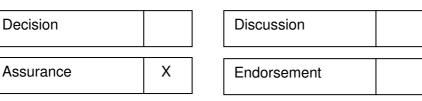
# **Trust Board Paper Y**

То:		Trust Board
From:		John Adler, Chief Executive
Date:		30 <sup>th</sup> May 2013
CQC regulation:		As applicable
Title:	Stage 1 (HDD1) review final report	

Author/Responsible Director: Helen Harrison, FT Programme Manager / John Adler, Chief Executive

**Purpose of the Report:** This paper sets summarises the key findings of the Stage 1 (HDD1) review carried out by Ernst & Young in January 2013 and the process for monitoring progress against actions to address the recommendations set out in the final report.

### The Report is provided to the Board for:



## Summary / Key Points:

In January 2013, Ernst and Young completed a repeat Stage 1 (HDD1) review. The key findings of the Stage 1 review, commissioned by the Midlands and East Strategic Health Authority, are:

- The Trust has made progress in developing forecast assumptions since the initial Stage 1 review was carried out in June 2011
- The Trust is in the process of developing it's forecast assumptions •
- The Long Term Financial Model (LTFM) will require further development prior to the next stage of the FT application process

**Recommendations:** The Trust Board is asked to:

- Note the receipt of the Stage 1 review final report from Ernst & Young •
- Note that actions to address the Stage 1 review recommendations will be tracked through the FT Integrated Development Plan, overseen and reviewed monthly by the FT Programme Board
- **Note** that the Stage 2 review is scheduled to take place in March 2014

Previously considered at another corporate UHL Committee? No

Strategic Risk Register: No Performance KPIs year to date: N/A

Resource Implications (eg Financial, HR): No

Assurance Implications: No

Patient and Public Involvement (PPI) Implications: No

Stakeholder Engagement Implications: Yes

Equality Impact: None

Information exempt from Disclosure: None

**Requirement for further review?** No, actions to address the Stage 1 review recommendations will be tracked through the FT Integrated Development Plan, overseen and reviewed monthly by the FT Programme Board

### UNIVERSITY HOSPITALS OF LEICESTER NHS TRUST

<b>REPORT TO:</b>	Trust Board
DATE:	30 <sup>th</sup> May 2013
<b>REPORT FROM:</b>	John Adler, Chief Executive
SUBJECT:	Stage 1 (HDD1) review final report

#### 1) Introduction

The Trust Board will be aware that in January 2013, Ernst and Young completed a repeat Stage 1 (HDD1) review. The review, commissioned by the Midlands and East Strategic Health Authority covered:

- A preliminary review of the extent of the analysis supporting the Trust's five year financial forecasts
- A review of the information required for the historical due diligence at Stage 2
- The financial reporting procedures report

Following factual accuracy checks on the draft report, the final report from this Stage 1 review was received by the Trust on 19<sup>th</sup> April 2013.

#### 2) Key findings

The key findings of the Stage 1 review are:

- The Trust has made progress in developing forecast assumptions since the initial Stage 1 review was carried out in June 2011
- The Trust is in the process of developing it's forecast assumptions
- The Long Term Financial Model (LTFM) will require further development prior to the next stage of the FT application process

#### 3) Next steps

- The recommendations from the Stage 1 review (and associated actions with due dates ranging from within one month to between three and six months) will be captured in the Foundation Trust (FT) Integrated Development plan. The Integrated Development Plan is overseen and reviewed on a monthly basis by the FT Programme Board
- The Stage 2 (HDD2) review is scheduled for March 2014

#### 4) **Recommendations**

The Trust Board is asked to:

• Note the receipt of the Stage 1 review final report from Ernst & Young

- Note that actions to address the Stage 1 review recommendations will be tracked through the FT Integrated Development Plan, overseen and reviewed monthly by the FT Programme Board
- Note that the Stage 2 review is scheduled to take place in March 2014