

## NHS ENGLAND – BOARD PAPER

**Title:**

Report of the Investment Committee to the NHS England Board.

**Lead Director:**

Moira Gibb, Non-Executive Director and Chair of the Committee

Paul Baumann, Chief Financial Officer (CFO)

**Purpose of the paper:**

To inform the Board of the Investment Committee meetings held on 6 December 2016 and 25 January 2017. Please note that the Board have already ratified the decisions taken at the 6 December Committee meeting relating to the approach to system wide IT and digital, through the Committee report to the Board in December 2016.

The Board are also asked to ratify an updated Terms of Reference for the Investment Committee, which was approved at the Committee meeting on 25 January 2017.

**The Board is invited to:**

Note the content of the report, and ratify the revised Terms of Reference approved by the Investment Committee on 25 January 2017.

## **REPORT OF THE INVESTMENT COMMITTEE TO THE BOARD**

**REPORT TO THE BOARD FROM:** Investment Committee

**COMMITTEE CHAIR:** Moira Gibb, Non-Executive Director

**DATES OF COMMITTEE MEETINGS:** 6 December 2016, 25 January 2017

### **MATTERS FOR THE BOARD'S ATTENTION**

On the 25 January, the Committee approved an updated Terms of Reference. This is attached in Appendix A.

### **ITEMS FOR THE BOARD'S INFORMATION AND ASSURANCE**

#### 2017/18 and 2018/19 Transformation Fund

The Committee noted the paper on the Transformation Fund for 2017/18 and 2018/19, which covered the agreed investment approach for Transformation Funding including the Best Possible Value methodology.

#### 2017/18 Vanguard Funding

The Committee noted the method and process used to determine proposed transformation funding allocations for the vanguards in 2017/18 in order to achieve best value, supported the conditions and recommendations made by the Moderation Panel and approved the proposed allocations to vanguards in 2017/18 subject to these conditions.

The Committee were assured that the funding letters issued to vanguards would have clear expectations and conditions for vanguards to adhere to which will be individually tailored to each site. The Committee also discussed the theme of differential Return on Investment (RoI) ambition across the sites and the need to ensure both ambition and realism in RoI submissions.

#### Radiotherapy Modernisation Fund (LINACs)

The Committee approved the creation of a national radiotherapy equipment modernisation fund of £130m from 2016/17 to 2018/19, funded by not drawing down the funds from Department of Health who will create the national modernisation fund.

#### Oversight Group for Service Change and Reconfiguration (OGSCR)

The Committee noted the update from OGSCR.

#### Future of Acute Hospital Services in Worcestershire (FoAHSW)

The Committee agreed the case should proceed to consultation subject to follow up on outstanding finance and performance issues requiring assurance prior to the start of consultation. The Committee noted that, subject to satisfactory resolution of the above, the programme planned to proceed to public consultation in January 2017. The Committee noted that its approval to proceed to consultation does not constitute approval of capital expenditure or confirmation of capital availability.

## Congenital Heart Disease (CHD) Programme

The programme discussed with the Committee the assurance process to prepare for public consultation on proposals for the CHD service change in England, announced in July 2016. The Committee agreed that the programme team would return to the IC in January for decision ahead of public consultation, following an executive level steer and further work on the risks and impact of the programme, covering the affordability of new services, clarity on the capital requirement, clinical risks and legal and workforce implications.

### **PROGRESS AGAINST THE COMMITTEE'S ANNUAL WORK PLAN**

The Committee is working in accordance with the Schedule of Business.

### **RECOMMENDATION**

The Board is invited to note the content of the report, and ratify the revised Terms of Reference approved by the Committee on 25 January.

**Author: Moira Gibb, Chair of the Investment Committee**  
**Date: 25 January 2017**