

COMMITTEE UPDATE REPORT/ ADRODDIAD DIWEDDARU'R PWYLLGOR - SUSTAINABLE RESOURCES COMMITTEE

Date of last meeting/ Dyddiad y cyfarfod diwethaf: 17 December 2024

Quoracy/ Cworwm: Met

Report by/ Adroddiad gan: Mr Winston Weir, Chair

KEY DISCUSSION POINTS AND MATTERS TO BE ESCALATED FROM THE DISCUSSION AT THE MEETING/ PWYNTIAU TRAFOD ALLWEDDOL A MATERION I'W HUWCHGYFEIRIO O'R DRAFODAETH YN Y CYFARFOD:

Alert¹ (may require discussion)/ **Rhybuddio** (efallai y bydd angen trafodaeth)

The Sustainable Resources Committee (SRC) wish to **alert** members of the Board that:

- There are currently a significant number of directorates failing to attain their in-year recurrent savings targets with a number of directorates having been escalated for over 6 months.
- The **Finance Report** highlighted a number of directorates who had been escalated to Level 3 ('no assurance') for three consecutive months or more for the domain of Finance, Strategy and Planning, with no assurance being able to be given that there is an imminent improvement trajectory in place and a recovery plan is required from each directorate.
- There is a significant gap to meeting the commitment made by the Executive Team to identify £20m of recurrent savings for 2025/26 by the end of December 2024 identified in the **Financial Plan and Strategy** and that the risk to delivery of savings in 2025/26 was higher than the previous year due to the more easily achievable savings having been realised ahead of the more challenging savings schemes being identified and delivered.

Advise² (to monitor)/ **Cynghori** (i fonitro)

SRC wish to **advise** members of the Board that:

- The Health Board has within Month 8 of 2024/25 received a conditionally recurrent additional financial allocation of £26m from Welsh Government (WG)
- There is a risk of the Health Board not fully spending its 2024/25 capital allocation.

¹ There is a lack of confidence that any action in place is sufficient to address the issue satisfactorily and/or within the scope of the operational team or executive to resolve. Engagement, action or intervention required.

² There are areas of concern where assurance has been taken on actions in place but requires close monitoring. An early warning of an emerging and potentially serious concern.

Assure³ (to note)/ Sicrhau (i nodi)

SRC wish to **assure** members of the Board that:

- Improved Grip and Control on variable expenditure and improvements to the Health Board's accountability arrangements were noted through the **Targeted Improvement Update Report**.
- It was noted through the **Finance Report** that there has been an improvement in the Health Board's in-year run-rate over the past three consecutive months.
- There has been an improvement in the Health Board's forecast position in Month 8 2024/25 from £64m to £31.5m, relating to additional funding received from Welsh Government (WG) with further information to be included in the Month 9 2024/25 Finance Report to be presented to Board.

Review of Risks/ Adolygiad o Risgiau

There is a risk of the Health Board not fully spending its 2024/25 capital allocation.

Sharing of learning/ Rhannu dysgu

Not applicable

Recommendation/ Argymhelliad

The Board is asked to **APPROVE** the award of the Bausch and Lomb Phacoemulsification and Vitrectomy Consumable Deal from the 1 February 2025 to 31 January 2029, with no option to extend. This contract will have onwards submission to Velindre NHS Trust (see separate Procurement Report, appended, for details).

The Board is asked to **respond** to the items the Committee is alerting them to, **note** the items the Committee is advising them of and **take assurance** from the items that the Committee is providing assurance on.

Agenda, papers and minutes are available on our website/ Mae agenda, papurau a chofnodion ar gael ar ein gwefan: <https://hduhb.nhs.wales/about-us/governance-arrangements/board-committees/sustainable-resources-committee-src/>

³ There is confidence that actions are robust and will be sufficient to address the issue or generally operating effectively. Routine monitoring.