

NHS VALE OF YORK CLINICAL COMMISSIONING GROUP

REPORT TO HEALTH AND ADULT SOCIAL CARE POLICY AND SCRUTINY COMMITTEE

FINANCIAL RECOVERY AND IMPROVEMENT PLAN

INTRODUCTION

The CCG updated the Committee in July 2016 on its Turnaround Plan, which included a briefing on the CCG's Financial Recovery Plan and measures being taken by the CCG in relation to wider governance and leadership arrangements.

As a result of the CCG being assured as Inadequate in its most recent assessment by NHS England, as part of the CCG Improvement and Assessment Framework, the CCG was one of the nine initial CCGs to be issued with legal directions, out of a total of 26 CCGs receiving this rating.

CCG DIRECTIONS

The CCG received the legal directions from NHS England on 30 August 2016, to take effect from 1 September 2016. These directions require the CCG to: produce an Improvement Plan which responds to the recommendations made in the PwC Capacity and Capability Review undertaken in January 2016; sets out how the CCG will strengthen financial leadership; include a Financial Recovery Plan; and makes clear the process for the appointment of executive and management roles.

The Financial Recovery Plan will set out how the CCG delivers financial targets in 2016/17 and how it will operate within its annual budget for 2017/18 onwards.

The plan is also required to be independently scrutinised to confirm all facts, figures and projections and will provide analysis of the causes of the current underlying financial position of the CCG.

The Directions also require the CCG to nominate an Interim Accountable Officer to the Board and work with NHS England regarding the appointment to this role.

NHS England also directs the CCG to work with NHSE on the appointment of any members to the CCG Executive Team or to the next tier of management.

CCG IMPROVEMENT PLAN

The CCG is currently in the process of developing its Improvement Plan. This will include the following:

- The Financial Recovery Plan, including plans for recovery, risk assessment and internal reporting and control systems and processes.
- Leadership Capacity and Capability, including strengthening financial leadership. The actions taken by the CCG in response to the recommendations of the PwC report will also be reflected, including the appointment of the Accountable Officer, clinical leadership and alignment of capacity to support delivery of the key programmes of work and establishment of a Project Management Office function.
- Governance and Reporting Arrangements which will include the review of Committee arrangements and the establishment of a new Clinical Executive and separate dedicated Finance and Performance Committee and a Quality and Patient Experience Committee.
- Engagement with the Council of Representatives and member practices.
- Partnership arrangements with stakeholders.

NEXT STEPS

The CCG Governing Body will be agreeing the Improvement Plan prior to its submission to NHS England on 28 September 2016. The CCG is happy to provide the Committee with further information at future meetings.

Background: See the NHS England report: [STRENGTHENING FINANCIAL PERFORMANCE & ACCOUNTABILITY IN 2016/17](#) published in July 2016.

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