



Mid Cheshire Hospitals **NHS**
NHS Foundation Trust

Mid Cheshire Hospitals NHS Foundation Trust

**2016 Annual Members'
Meeting**



Welcome and Introductions

Dennis Dunn MBE
Chairman



Agenda

| | | |
|----|---|------------------------------------|
| 1. | Welcome and Introductions | Dennis Dunn Chairman |
| 2. | Minutes of the Annual Members meeting - held on 8 October 2015 | Dennis Dunn Chairman |
| 3. | Chairman's Report <ul style="list-style-type: none">• Appointments made to Directors and Governors• Results of the 2016 Governor Elections• Changes to the Constitution | Dennis Dunn Chairman |
| 4. | Summary of 2015/16 - including the Annual Report and Quality Account | Tracy Bullock Chief Executive |
| 5. | Financial Report - including presentation on Annual Accounts and Auditors Report 2015/16 | Mark Oldham Director of Finance |
| 6. | Governor's Perspective - including the discharge of Governor duties | John Lyons Lead Governor |
| 7. | Questions and Answers | Dennis Dunn Chairman |
| 8. | Closing Remarks | Dennis Dunn Chairman |



Chairman's Report

- **Appointments and changes to Board of Directors and Council of Governors**
- **Changes to Trust's Constitution**
- **Results of 2016 Elections**

Dennis Dunn MBE
Chairman



Summary of the Year

- **Annual Report and Quality Accounts 2015/16**

Tracy Bullock
Chief Executive



Performance 2015/16

- Met majority of all key national targets and standards for the year end – exclusion MRSA & 4 Hourly Transit Time
- Specific in year challenges:
 - 4 hourly standard
 - 18 week in all specialities
 - Cancelled Operations
- Notable Achievements:
 - Outpatient Cancellations reduced by 20% in 14/15 & 11.6% in 15/16
 - Cancer Performance Standards
 - *Clostridium Difficile* performance



Monitor Governance Ratings

Governance rating 2014/15

| | Q1 2012/13 | Q2 2012/13 | Q3 2012/13 | Q4 2012/13 |
|-------------------|------------|------------|------------|------------|
| Governance rating | Green | Green | Green | Green |

Governance rating 2015/16

| | Q1 2013/14 | Q2 2013/14 | Q3 2013/14 | Q4 2013/14 |
|-------------------|--------------|--------------|--------------|--------------|
| Governance rating | Under Review | Under Review | Under Review | Under Review |



Key Highlights

- Quality Account
- Ongoing recruitment, Return to Practice
- Refurbished Treatment Centre
- What our patients say - NHS Choices / Friends & Family Test / National survey
- National Excellence Award for Lung Cancer Treatment
- Partnership working
- Our staff
- New Director of Nursing
- Sickness Absence
- Top 120 NHS Employer



Mid Cheshire Hospitals **NHS**
NHS Foundation Trust

Annual Report and Accounts for year ended 31st March 2016

Mr Mark Oldham CPFA
Director of Finance and Strategic Planning



Income & Expenditure

- Reported Deficit of £10.7M
- £1.7M exceptional items associated with changes in valuation and charitable income
- Normalised deficit of £9.0M against planned £6.5M deficit
- Key variances are associated with under delivery of elective activity, with costs generally well controlled but some pressures in agency, external reporting and outsourcing of Gastroenterology
- Provision for outstanding Commissioner challenge



Compliance against Authorisation

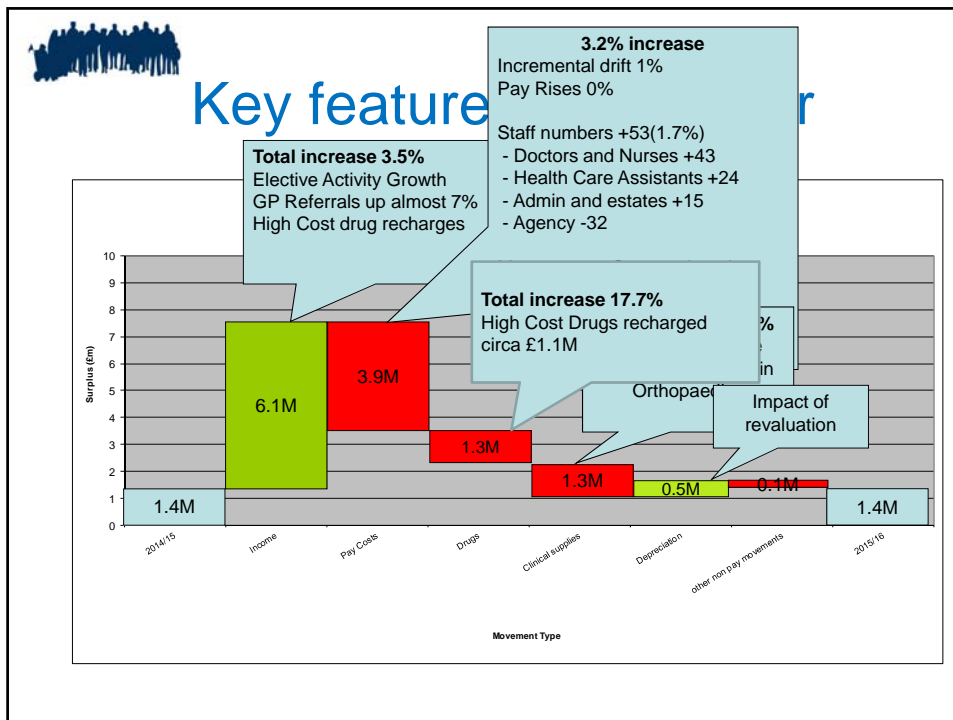
- Overall rating (1) • Red level 1

Governance Rating “Under Review”



Compliance continued

- Accounts formally laid before parliament
- Unqualified External Audit opinion on Accounts
- “Substantial assurance” on systems of internal control
- Cash balance remained positive throughout the year (Just!)
- 72% of trade invoices by value paid within terms



-
- ## Investments
- Capital additions include:
 - Surgical Assessment Lounge completed to finish work on theatres.
 - Completed 2nd MRI Scanner
 - High Voltage sub station work
 - Energy Efficiency schemes
 - £1.1M of new leases including medical equipment replacement and infusion pumps
 - Continued programme of asbestos removal and street refurbishment
 - On-going programme of backlog maintenance



Cash Management

- Cash deteriorated in year by £6.3M to £0.8M, in line with expectations
- Working capital facility in place of 5.7M after 31st March.
- Very difficult year with an increase in trade creditors of £6.5M to manage cash



Future Challenges

- Efficiency savings increasing due to pressures on balancing public expenditure, expect a further 2% each year until at least 2019/20
- Local health economy significantly challenged financially
- Maintaining the quality agenda (7/7 working)
- Investments required to maintain the infrastructure are significant, need to support the financing costs.
- Rapidly changing and fluid regulatory framework with greater top down directives



A Governor Perspective

- **How Governors have discharged their duties.....**

John Lyons
Lead Governor



Discharge of Duties

- Quarterly Council of Governor Meetings
- Listening to Members
- Changes to the Constitution
- Participation in Strategic Planning
- Appointment of External Auditors
- Recruitment, Reappointment and Remuneration of Non-Executive Directors



Questions and Answers

Dennis Dunn MBE
Chairman



Closing Remarks

Dennis Dunn MBE
Chairman