

 <p data-bbox="387 170 497 302">GIG CYMRU NHS WALES</p> <p data-bbox="531 170 762 302">Iechyd Cyhoeddus Cymru Public Health Wales</p>	<p data-bbox="1121 159 1431 230">Name of Meeting Board</p> <p data-bbox="1139 237 1431 309">Date of Meeting 26 May 2022</p> <p data-bbox="1198 315 1431 387">Agenda item PHW 5.3</p>
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2022/23 Draft Capital Programme

Executive lead:	Huw George, Director of Ops & Finance and Deputy Chief Executive
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Approval/Scrutiny route:	Huw George, Director of Ops & Finance and Deputy Chief Executive Business Executive Team – 16 May 2022

Purpose

This report provides the Board with an update on the planned capital expenditure for 2022/23, including a proposed plan for Public Health Wales' discretionary capital funding. As well as Public Health Wales' strategic capital replacement programme with regard to Breast Test Wales. Strategic schemes are those that are submitted directly to Welsh Government for funding, as items of this size cannot be accommodated from within the discretionary funding.

The Board is asked to approve the proposed plan, and to delegate the management of the approved plan to the capital monitoring group.

Recommendation:

APPROVE <input checked="" type="checkbox"/>	CONSIDER <input type="checkbox"/>	RECOMMEND <input type="checkbox"/>	ADOPT <input type="checkbox"/>	ASSURANCE <input type="checkbox"/>
<p>The Board is asked to:</p> <ul style="list-style-type: none"> • Approve the proposed discretionary capital spending plans for 2022/23 • Note the strategic capital replacement programme with regard to Breast Test Wales. • Note the two major strategic capital programmes, LINC and RISP that are being managed by the NHS Collaborative. 				

1 Introduction

This report provides the Executive team with an update on the planned capital expenditure for 2022/23 and a proposed plan for future allocation of Public Health Wales' discretionary capital funding. As well as Public Health Wales' proposed strategic capital replacement programmes.

The Executive is asked to approve the proposed plan and recommendations and to delegate the management of the approved plan to the capital-monitoring group.

2 Discretionary Capital Funding 2022/23

The total amount of discretionary capital for 2022/23 is £1.202m.

Discretionary capital funding has been allocated via the Capital Planning Group, which consists of Deputy Director of Finance, Head of Estates and Health & Safety and the Head of Financial Management & Business Partnering. Agreed Capital spend will be managed through the Capital Monitoring Group, consisting of relevant service representation.

Currently requests are invited from across Public Health Wales to access the discretionary capital funding. Directorates submit requests through the completion of a Statement of Need. The requests are then reviewed and allocated funding by the Capital Planning group. The Capital Planning Group then make a recommendation to Business Executive Team for approval.

All capital requests will need to provide different levels of assurance based on the value of request submitted:

- £0-25k – Statement of Need and three quotes
- £25k-£100k – Detailed Statement of Need and three quotes
- £100k+ - Business case based on the five case business model

The bids have been submitted in line with this process and have now been scrutinised and reviewed by the Capital Planning Group during May 2022.

The table below summarises the capital schemes and their values recommended for approval by the Capital Planning Group:

Division	Capital Scheme	Total
IT	Clinical System Printers	22,000
	Air gapped back ups	200,000
	IT equipment for Investment posts	50,000
IT Total		272,000
Microbiology	Replace Anaerobic workstation	100,000
	Benchmark Autoclave	10,000
Microbiology Total		110,000
Screening	Breast Screening Select	300,000
	Magden Park – Floor Strengthening*	60,000
	DESW – Replacement doors	7,000
Screening Total		367,000
Estates	North Wales Estate	250,000
Estates Total		250,000
	Contingency – yet to be allocated	205,000
Grand Total		1,202,000

*Agreed in principle, ongoing discussion with the Directorate to ensure value for money and mitigate service risk.

There remains an element of discretionary capital, which is yet to be allocated of £205k. It's normal practice to retain £200k for Contingency to cover urgent repairs/replacements. The remaining £205k is to be allocated from submitted Statements of need.

3 IT Replacement Programme

Over the last two years we have been able to allocate increased discretionary capital funding to support our IT replacement programme and new ways of working across the estate. As a result of this, we are currently reviewing the status of our IT replacement programme and we will consider any required investment against our contingency pot.

4 Strategic Capital Funding 2022/23

The table below summarises the strategic capital funding received for 2022/23.

Scheme	2022/23 £000s
Laboratory Information Network Cymru – LINC	3,618
Radiology Information System Programme – RISP	317
Screening Equipment Replacement (BTW)	3,075
Total Strategic capital funding	7,010

NHS Collaborative

There are two major strategic capital programmes, LINC and RISP that are being managed by the NHS Collaborative. The agreed allocations for

2022/23 are £3.618m and £317k respectively. The Director of Resources of the NHS Collaborative will now form part of our Capital Review Meetings with Welsh Government.

Estates – Infrastructure, Fire Safety, mental health estate and decarbonisation

In 2021/22, Public Health Wales was successful in applying for funding (£437k) from Welsh Government which covered:

- Replacement of the flat roof at 18 Cathedral Road
- LED lighting installation in BTW Wrexham
- Remedial action to fire doors following fire risk assessments across the estate
- Electric vehicles within AAA

All of these were completed in 2021/22 with the exception of the AAA fleet in Screening due to the expected lead in time for the electric vehicles. It was anticipated that this funding was due to be continued and available in future years however unfortunately the scheme will not be available this year. Due to reduction in our discretionary funding and identification of more urgent organisational requirements, at present we are unable to take forward the electric vehicles in AAA however, we are exploring alternative options.

The unavailability of additional funding may have a potential impact on our ability to take forward action contributing to the decarbonisation agenda and plans, in addition to other infrastructure developments and fire risk improvement works.

5 Capital Replacement Programmes

The purpose of this section is to set out Public Health Wales capital replacement programmes.

Replacement of Digital Mammography

BTW has four regional centres in Wales namely Cardiff, Swansea, Wrexham and Llandudno. In addition to this, they have 11 fully equipped mobile units that are moved to various locations trough out the country enabling women living in remote areas access to the programme.

Between 2011 and 2014, Public Health Wales' received approximately £10m in strategic capital funding to enable the Breast Test Wales programme to move into digital mammography. The funding provided new mammography equipment, necessary enabling works, conversion of mobile units to include Disability Discrimination Act (DDA) compliance and a Picture Archive

Communication System (PACS) to enable reading, reporting and transfer of images.

There is now a need to replace this digital technology and in 2016/17, the Trust received strategic capital funding to begin the replacement programme but on the request of Welsh Government, the plans for the full replacement have been re-profiled.

Public Health Wales Screening Division submitted a revised programme business case to Welsh Government to request funding for BTW equipment replacement. In June 2021, Welsh Government confirmed the Award of Funding to Public Health Wales NHS Trust in respect of Imaging Equipment in Breast Test Wales to the value of £7.845m.

In 2021/22, £4.8m was received from Welsh Government, which allowed for the replacement of both centre based and mobile unit Mammography sets. In 2022/23, the remaining £3.075m will be used to replace BTW mobile units.

6 Recommendation

The Board is asked to:

1. **Approve** the proposed discretionary capital spending plans for 2022/23;
2. **Note** the strategic capital replacement programme with regard to Breast Test Wales;
3. **Note** the two major strategic capital programmes, LINC and RISP that are being managed by the NHS Collaborative.