

TRUST BOARD

Date of Meeting: 11/01/2011		Enclosure: 5
		Agenda Item No: 8.1
Title of Report: New West Cumberland Hospital Development		
Aims: This paper provides an update for the Trust Board on the progress of the new West Cumberland Hospital development.		
Summary: The report covers matters relating to: <ul style="list-style-type: none"> • Progress with the Full Business Case (FBC) • Progress with enabling schemes • Updates on programme and budget 		
Specific implications for consideration (Financial/Workforce/Risk/Legal/Race Equality etc):		
Financial	To ensure that the scheme is delivered within the available capital envelope.	
Workforce	To ensure full involvement of staff and patients in the project.	
Other	To provide the best healthcare facility possible.	
Recommendations: The Trust Board is asked to: <ul style="list-style-type: none"> • Approve the revised timing for submission and approval of the Full Business Case (FBC) in accordance with the timetable for the clinical strategy. • Note the continuing work to enable the successful and timely relocation of mental health services from Yewdale Ward to J Block. • Approve the necessary revisions to the overall project programme. • Note the update regarding the project budget. 		
Document previously approved by: Not applicable. Report directly to the Trust Board.		
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**TRUST BOARD
NEW WEST CUMBERLAND
HOSPITAL DEVELOPMENT
JANUARY 2011**

1. INTRODUCTION

This paper provides an update for the Trust Board on the progress of the new West Cumberland Hospital development. It covers:

- Progress with the Full Business Case (FBC)
- Progress with enabling schemes
- Updates on programme and budget

2. FULL BUSINESS CASE

As Trust Board members will be aware, a clinical strategy review process is underway and this work is not now expected to conclude until the end of January. The clinical strategy will clearly have an impact on the Full Business Case (FBC) for the West Cumberland Hospital redevelopment and therefore the submission of a revised FBC will not take place until the strategy has been finalised and the impact on the redevelopment has been assessed and incorporated into the scheme.

On completion of the clinical strategy, the Project Team will work as quickly as possible with the clinical user groups to make any necessary amendments to the scheme plans and to ensure that the required facilities can be delivered within the available capital budget of £90 million. It is expected that the revised FBC will not now be submitted to the Trust Board for approval until March 2011.

3. PROGRESS WITH ENABLING SCHEMES

Work continues on the programme of decanting and refurbishment to allow the on-site relocation of Yewdale Ward which is the one remaining area of the current site to be demolished to allow the new build to take place. Detailed work continues with Cumbria Partnership NHS Foundation Trust staff on the design of the refurbished facilities within J Block to accommodate mental health inpatients. A programme of decanting is underway to vacate existing services from J Block to allow the refurbishment to commence.

4. PROGRAMME

As indicated above, the programme for submission and approval of the FBC has been affected by the need to incorporate the outcome of the clinical strategy discussions into a revised FBC document. The anticipated overall programme is now as follows:

Task	Planned Completion
Completion of Clinical Strategy	January 2011
Revisions to FBC	February 2011
FBC approved by Trust Board	March 2011
FBC supported by NHS Cumbria/GP Commissioners	April 2011
FBC approved by NHS North West	May 2011
FBC approved by Department of Health	June 2011
Start of new build works on site	July 2011
Yewdale Ward relocated to J Block	Dec 2011
Completion of new build works	Dec 2013

Clearly the programme above is subject to a number of factors including the completion of the clinical strategy by the end of January and the timely approval of the revised FBC by NHS North West and the Department of Health.

5. PROJECT BUDGET

Authorised Funding

The total authorised funding for the project comprises £11.5m capital and £0.9m revenue, covering the core project costs. The capital includes the £7.3m as at 31st March 2010 plus an allocation from the Trust of £1.0m for 2010/11 and £3.2m from the SHA.

In the month £1.0m was received from the SHA comprising a further £0.3m project revenue funding and £0.7m Capital. The £0.7m Capital represents the £3.2m balance of the SHA's £10m contribution. The final phasing of the Department of Health capital funding contribution will be confirmed upon approval of the Full Business Case.

Expenditure

Capital - the total capital expenditure as at 31st December 2010 was £8.3m against authorised funding of £11.5m. This covers the Laing O'Rourke Phase 3 contract for design, enabling and decanting works.

Revenue - the total in year expenditure as at 31st December 2010 was £310k against a budget of £360k. The full year forecast expenditure will be in line with the planned budget of £480k. The cumulative project expenditure is £611k against authorised funding of £900k.

6. RECOMMENDATIONS

The Trust Board is asked to:

- Approve the revised timing for submission and approval of the Full Business Case (FBC) in accordance with the timetable for the clinical strategy.
- Note the continuing work to enable the successful and timely relocation of mental health services from Yewdale Ward to J Block.

- Approve the necessary revisions to the overall project programme.
- Note the update regarding the project budget.

Kevin Clarkson
CHIEF OPERATING OFFICER/DEPUTY CHIEF EXECUTIVE