1. M. GRO-C: Green 2. ... BLA 3 5 25

Sir Kenneth Stowe

cc: Dr Harris Mr Collier Mr Hulme Mr Cashman Mr Harley

CENTRAL BLOOD LABORATORIES

I have been trying, in concert with Dr Harris, for nearly 12 months to obtain a Ministerial decision on the management of the central blood laboratories.

- 2. We need a <u>decision</u> because the present arrangements for a shared management between the DHSS and the NW Thames RHA, through a Committee chaired by Dr Harris, are cumbersome and dangerous, when we are embarking on the rebuilding of the main unit at a capital cost of £18 million or more, now agreed in principle by the Treasury. (The revenue costs for the three units and about 200 staff is £4.3m in 1982/83).
- 3. We have very fully examined options such as placing the laboratories under Public Health Laboratory Service Board; or fully under the NW Thames RHA; or under a specially constituted charitable trust. At the end of this consideration we have concluded that only a small management body, with the status of a "Special Health Authority", will provide what is needed. Mr Finsberg, who has, if I may say so, put in a lot of work on this, including visiting the main unit, has himself recommended this course.
- 4. How does the recent trouble at National Heart and Edgware affect this? In my mind it confirms two judgments:
 - (a) that the NW Thames RHA does not provide a suitable body to be given additional management responsibilities at this time in the blood field; (they do not want them anyway);
 - (b) that the Department needs to get a firm management body in operation as soon as possible.
- 5. If the Secretary of State agrees in principle to setting up a team with special health authority status* we will quickly make firm proposals for its composition and constitution.

GRO-C

T E NODDER D802 AFH

11 March 1982

*as to which, see note of 3 Nevember, attached.

1/0/18