R.

Mr. Clark

(62)

Copies: Mr. Venning

Miss Doran Ms. Haile

Mr. Nodder Mr. Collier

Dr. Harris

Mr. Cashman Mr. Harley -

Mr. Scott-Moncrieff

## Broon

The attached clutch of papers relate to:

- a) our concern over what may emerge by way of a further scandal at Edgeware; and
- b) our response irrespective of what actually emerges in the media and what we say about that to evident deficiencies in management and control.
- 2. In my view the Secretary of State, fortunately, is in a position to act now on (b) and I would advise that he do so forthwith, by
  - c) deciding, and announcing at the right time his decision, to set up a new direct management structure for the 3 central blood laboratories, with the status of a special health authority, as proposed by Mr. Finsberg;
  - d) endorsing, and announcing at the right time, the action now in hand to review the standards of operation of the Regional Blood Transfusion Service (based on 15 Regional Blood Transfusion Centres), as set out in paragraphs 24-29 of the attached note which I asked Mr. Harley (Assistant Secretary responsible for the administrative branch dealing with Blood etc.) to prepare Flag A. In brief this is a review of the control system of the National Blood Transfusion Service by the existing Advisory Committee chaired by a Deputy Chief Medical Officer (Dr. Trans), to be considered on 37 March, for report to Ministers immediately thereafter; coupled with a direction from me to the Head of Audit to review audit guidance and practice; as a preliminary to further instructions to

Regional Blood Transfusion Centres etc;

- e) preparing a statement for Parliament, or press which would need to be drafted now and would
  - i) express the Secretary of State's concern,
  - ii) announce the measures, and
  - iii) encourage continuing blood donation from the public.

GRO-C

K.R. STOWE 12 March 1982