

From: Minister HOLLINRAKE (DBT)/[O=EXCHANGELABS/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=3F131AB4A1E443368F392D196C626FAE-5B2AC667-8A]
Sent: Tue 30/04/2024 11:25:28 AM (UTC)
To: Carl CRESWELL (DBT); [REDACTED] GRO
Cc: Asha BALACHANDRAN2 (DBT); [REDACTED] GRO; Ed BAIRD (DBT); [REDACTED] GRO; Brooks-White Jobshare; [REDACTED] GRO
Subject: Nick Read 30/04/2024 Readout

Hi Carl, Asha

As promised, here's my notes from the NR meeting today. There's one point below marked with ????? Where I, for some reason, had it down that Simon said it but I think it as actually you, Carl?

Attendees

Nick Read
Simon Recaldin
Tim McInnes
Carl Cresswell
Lorna Gratton
Kevin Hollinrake MP
Jamie Lucas
Asha Balachandran

STARTS

GENERAL

Nick raised last nights Bill, asked if anything for them to be aware of.
Kevin noted it was the Scottish issue mainly. Met with some of their postmasters yesterday.
Nick introduced Charlotte, Richard's replacement as corporate affairs director.
Nick raised agenda - central costs and compensation. Raised VOTP letter, need to be robust on those people in the business who were involved in prosecutorial work or investigative work over the past years. What we will commit to do, we will give you sighting on.

CENTRAL

Tim noted we've had a number of discussions about central costs. Showed the slides on Central Costs. [have not been sent to us].
Nick jumped in to say that they completed 4 DMB closures this year. 30th of April announcements on Manchester and Eccleston street. funding secured for 4 more DMB closures, in May. Want to be a fully franchised organisation. Individuals within rem unit or those with past roles interesting to the inquiry and are starting that piece of work.
Kevin raised that he's said before happy to make the case for you to HMT for capital spending. We are not here to tell you where to make the reductions in specific strategies. **IRRELEVANT**

IRRELEVANT

Kevin asked how long?

Tim mentioned it would be over the summer.

Kevin clarified that he was not talking about decisions on outsourcing. I'm talking about 250 people paid more than 100k a year. Way too top heavy to me. Reducing that headcount.

Tim agreed and said that if we look at the first annex page, would usually be a pyramid. POL is chunky in the middle. not about going in and taking headcount out, have to do it by targeting an operating model. NBIT will increase our headcount in IT. Changes being prioritised in commercial and retail at the moment.

Kevin noted that's the kind of approach I want, and I'd like to see something before the summer that covers the next 3-year period.

Lorna asked why aren't we doing retail and commercial until September?

Tim clarified that not all of it is. Point of exit of Owen (Deputy CEO) is to look at reporting lines in those sectors.

Nick chimed in that they will do incremental stuff. Trying to gear up to deliver phase 7 commitments. I'm not removing people until we've got stability.

Kevin noted that direction of travel needs to be set out first.

COMPENSATION

Simon explained the message from us on OC2, happy to help. He noted that they are communicating with Charlotte and Carl's team. Need clarity within acceptable time about what that disclosure looks like. Full disclosure big job and very expensive. The GLO experience a has given us good experience. The legal advisors have had good experience on what they actually need. conveniently the GLO requirement is going to drop off as we go to completion. 57 people finishing of GLO disclosure and will move to OC2.

Kevin noted that he was hopeful that a lot of these people take the fixed sum award route anyway **Simon** even to a place where no disclosure at all. How can I advise my client that £600k is good enough given no disclosure.

Simon said that they are hoping to help with capture. Open and willing to let accountant in to have a look. Also that they are keen to see HSS Appeals that, whenever it is ready.

Kevin still waiting for HMT I think?

Carl agreed with the minister and noted that we are working with POL to see if we can do the £75k top ups (not new cases) in the meantime.

Kevin agreed to chase CST on it.

Simon queried the funding agreement regarding the £75k fixed sum award for HSS.

CARL (????) current funding would accommodate that. £75k already in the system straightforward and there's a funding agreement in place.

Simon current proposal on the new £75k is to do it in house and not use services of HSF.

Kevin noted Simon's remarks.

CHAIR

Kevin found you a new chair Nick!

Nick haven't said anything internally. But meeting Nigel today.

ENDS

Jamie Lucas | Deputy Head of Office and Private Secretary to Kevin Hollinrake MP, Minister for Enterprise, Markets and Small Business |

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