



Department
of Health

Andrew Baigent

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Director, Group Financial
Management

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Neil Nisbet
Shrewsbury & Telford Hospitals NHS
Trust
Royal Shrewsbury Hospital
Mytton Oak Road
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Shropshire
SY3 8XQ

19 February 2015

Dear Neil,

**Independent Trust Financing Facility – Interim Revenue Support PDC Application
£19,200,000 (Ref: ITFF/ISREV/RXW/2015-01-20/A)**

Further to your application to the Independent Trust Financing Facility please accept this letter as formal confirmation that the financing application for revenue support PDC of £19,200,000 relating to financial year 2014/15 has been approved.

Receipt of this funding is however dependent on the Trust Board accepting the following terms and conditions:

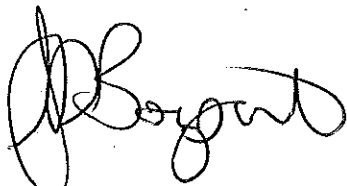
- a recovery / sustainability plan is prepared and progress against the plan is demonstrated by the delivery of key milestones that the NHS TDA will agree with the Trust;
- Interim Revenue Support PDC will be reviewed at the point a recovery plan is produced and could be repayable or reissued as Planned Term revenue PDC or debt at the point a plan is accepted. The details of this condition will be considered further at the point any recovery plan is accepted by the TDA and the Department of Health or on every second anniversary of the first draw-down against the PDC.
- the recovery plan will be monitored routinely as part of the IDM process in line with the NHS TDA Accountability Framework where the Trust deviates from the accepted plan there may be remedial action;

In addition to the conditions outlined above, receiving NHS Trusts must fully comply with the conditions set out in the recent Secretary of State's Guidance under section 42A of the National Health Service Act 2006 covering the operational management of the NHS Trust.

My team will separately contact your Finance Director to provide the necessary cash draw down arrangements.

I will assume that the Trust Board formally accepts the conditions in this letter at the point the PDC is drawn down into the Trusts bank account.

Yours sincerely

A handwritten signature in black ink, appearing to read 'A Baigent', written in a cursive style.

Andrew Baigent

Director, Group Financial Management, Department of Health
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Copies:

Bob Alexander

Elizabeth O'Mahony