


Merton
Clinical Commissioning Group

c/o 120 The Broadway
Wimbledon
SW19 1RH
Tel: 0203 668 1221

Siobhain McDonagh MP
House of Commons
London
SW1A 0AA

24th January 2014

Dear Siobhan,

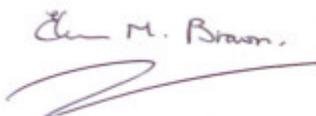
In response to your enquiry regarding the St Helier redevelopment monies, I have taken advice and can offer the detail as follows:

The Treasury approved the Outline Business Case (OBC) in March 2010 and therefore the Trust are able to progress this to Full Business Case (FBC) at any stage. However, the FBC would need commissioner support (and that would mean that the content of the re-development and the activity and financial assumptions underpinning it are aligned with the majority commissioners 5 year Strategies) and any capital redevelopment of the size would incur a significant additional revenue cost for the local commissioners and would probably be unaffordable in the current financial context. It is for this reason that the re-development does not feature as one of the Long-Term Financial Modelling (LTFM) scenarios being worked up by the Trust at this stage.

I hope this helps to clarify the issue.

With best wishes.

Yours sincerely



Eleanor Brown
Chief Officer
Merton Clinical Commissioning Group