



Professor Phil Kloer
Chief Executive – Hywel Dda UHB

Our Ref: JS
Your Ref:

29 January 2026

Dear Phil,

2025-26 Strategic Cash Support to Hywel Dda UHB

Thank you for your letters dated 5th December 2025 and 7th January 2026, advising Welsh Government of the year-end cash pressures arising as a consequence of your forecast deficit position of £22.1m, I am responding on Jacqueline's behalf.

I am able to confirm the strategic cash support Welsh Government will provide your organisation in 2025-26 will be £22.1m.

It is my expectation that your organisation will continue work to deliver your forecast position.

On the 8 July 2020, the Minister for Health and Social services announced that the accumulated strategic cash only support previously provided by Welsh Government was no longer repayable. The 2025-26 strategic cash assistance must be disclosed in your financial accounts.

Funds will be available to draw from 17 March 2026 following the Senedd supplementary budget process. This is to ensure that the actual support provided reflects the cash support required, not simply the forecast position. You will be able to draw strategic cash up to your organisations Target Control Total immediately.

Please ensure all future monthly monitoring returns provide updates on the actual strategic cash assistance required.

Your request for working capital allocations for capital, revenue and IFRS 16 lease payments have been noted.

If working capital cash needs to be drawn prior to March 2026, please ensure that the type of assistance is detailed on your FIS forms and clearly identified as cash only support. Jacqueline Salmon, Financial Accountant should be informed in writing of your requirement and the circumstances necessitating early call down.

Yours sincerely



Hywel Jones

Cyfarwyddwr Cyllid | Director of Finance

cc

Jacqueline Totterdell DG Health/NHS Chief Executive
Huw Thomas Director of Finance Hywel Dda UHB

Rydym yn croesawu derbyn gohebiaeth yn Gymraeg. Byddwn yn ateb gohebiaeth a dderbynnir yn Gymraeg yn Gymraeg ac ni fydd gohebu yn Gymraeg yn arwain at oedi.

We welcome receiving correspondence in Welsh. Any correspondence received in Welsh will be answered in Welsh and corresponding in Welsh will not lead to a delay in responding.