

SECRET



Treasury Chambers, Parliament Street, SW1P 3AG

Tony Newton Esq OBE MP
 Minister for Health
 Department of Health and Social Security
 Alexander Fleming House
 Elephant and Castle
 London
 SE1 6BY

26 October 1987

Dear Tony,

NBM.

NHS AND MEDICINES BILL

Thank you for sending me a copy of your recent letter to Willie Whitelaw proposing the inclusion of two further measures in the NHS and Medicines Bill.

First income generation. This new programme which we have just agreed in the Survey is indeed an important development. I look forward to increasing income from this initiative over the next few years. I therefore strongly endorse the removal of legal impediments to income generation activity by health authorities.

It also seems desirable to take powers to include the important issue of child abuse in the arrangements for local authority training grants.

I am copying this letter to members of H Committee, David Young, Sir Robert Armstrong and to David Norgrove at No. 10.

Yours Ever,
John

JOHN MAJOR

NAT HEALTH: Expenditure P6-9.

