

**TRAM IPG  
ACTION NOTE  
27 APRIL 2010**

**Present:** TA (chair), DMcG, DA, MP, IR, GL, AMcH, NS, ACoyle, AConway, BL (note)

| Item | Subject                                    |   | Action   |
|------|--|---|--|
| 1    | <b>Note of previous meeting – 17 March</b> | <ul style="list-style-type: none"> <li>Agreed as accurate</li> </ul>  |  |
| 2    | <b>Highlight Report – 27 April</b>         | <p><b>Financial Update and Strategic Options</b></p> <ul style="list-style-type: none"> <li>Incremental delivery options- revenue implications on business case currently being considered by Lothian Buses <b>ACTION ACoyle</b> to examine impact on Council borrowing</li> <li>Noted meeting between tie and BB on Friday 30 April regarding possible negotiated exit following Haymarket, agreed need to ensure a clean break and clear maximum cost for this arrangement</li> <li>Agreed that a risk assessment workshop required on tie taking on civils / integration work should BB exit be negotiated <b>ACTION MP</b></li> <li>Agreed that an appraisal of options (including engineering and legal considerations) is required for elected members before the summer recess</li> <li>Noted risk to prudential borrowing framework from possible change of government</li> <li>Tram funding strategy- developer contribution options <b>ACTION ACoyle</b> to produce note</li> </ul> <p><b>TMO</b></p> <ul style="list-style-type: none"> <li>Noted MP based full time at City Point until 18 June following written clarification of</li> </ul> | <p><b>ACoyle</b></p> <p><b>MP</b></p> <p><b>ACoyle</b></p> |

| Item | Subject | Action  |
|------|---------|---|
|      |         | <p>TMO role to tie</p> <ul style="list-style-type: none"> <li>Noted that ACoyle is working with tie to establish audit trail to give assurance to Council on the points raised in BB letter</li> <li>DRP Dispute Summary table- noted error in figures for entries 5o, 5l and 5e – <b>corrected figures attached to this action note</b></li> </ul> <p><b>Communications</b></p> <ul style="list-style-type: none"> <li>Agreed to monitor public reception to Princes Street Tram and explore possible options for storage, if necessary, until depot completion <b><u>ACTION IR / MP</u></b></li> </ul> <p><b>CAAD</b></p> <ul style="list-style-type: none"> <li><b><u>ACTION DA</u></b> to provide fuller update to next IPG meeting</li> </ul> <p><b>Reporting</b></p> <ul style="list-style-type: none"> <li>Agreed: <ul style="list-style-type: none"> <li>(i) to continue to target Council meeting on 27 May for report but keep the position under review;</li> <li>(ii) to seek legal opinion on what can be reported in terms of dispute outcomes;</li> <li>(iii) to consider scope for using this report to increase pressure on BB;</li> <li>(iv) to relay decision of 5 May TPB to Council should TPB take the decision at that time that tram cannot be delivered within current approval, and</li> <li>(v) to discuss the report with Cllrs Dawe and Mackenzie before engaging other political groups.</li> </ul> </li> <li>Noted that the reports on Lothian Buses integration (items 3 and 4 on the future reports schedule) are likely to be merged and reported by Autumn</li> <li>Noted that report on ETL governance (item 1 on the future reports schedule) will be reported at the same time as the main report to Council</li> </ul> |

IR / MP

DA

ACoyle to coordinate

| Item | Subject |   | Action    |
|------|---------|---|-----------|
|      |         | <ul style="list-style-type: none"> <li>Agreed priority to progress remuneration strategy report (item 5 on the future reports schedule) <b>ACTION NS</b></li> <li>Noted Tram Sub Committee meeting scheduled for 3 June meeting will now be used as site visit for Sub Committee members</li> </ul> | <b>NS</b> |
|      |         | <p><b>AOB</b></p> <ul style="list-style-type: none"> <li>Agreed to revisit membership and terms of reference/remit of Tram IPG <b>ACTION DA</b> to report to next Tram IPG</li> </ul>   | <b>DA</b> |

**BSC Dispute Summary (Live and Potential Cases)**

| DRP No | Subject                  | Nature           | Decision/ Status      | Approx BSC position | Approx Tie ltd position | Agreed Cost/ implications |
|--------|--------------------------|------------------|-----------------------|---------------------|-------------------------|---------------------------|
| 5o     | Depot Access Bridge      | BDDI – IFC/costs | Recently launched     | £2.5m               | (£4.8m)                 | £7.3m                     |
| 5l     | Section 7 track drainage | BDDI – IFC/costs | Awaiting adjudication | £1m                 | £26k                    | £1.02m                    |
| 5e     | Tower Bridge             | BDDI- IFC/costs  | Awaiting adjudication | £491k               | (369k)                  | £860k                     |

**Corrected table entries (Highlight Report Page 8):**