From: Graeme Bissett [graeme.bissett@

Sent: 06 October 2004 12:05

To: Michael Howell; Alex Macaulay; Andrew Callander; Kevin Murray; Geoff Duke; Willie

Fraser; Ian Kendall; Pat Diamond; Mark Bourke

Cc: ewan.brown@ 'Andrew Burns'; 'Maureen Child'; Andrew Holmes; 'Keith

Rimmer'; barry.cross@edinburgh.gov.uk; 'Ronnie Hinds'; 'John Burns'; 'Martin Buck';

'James Papps'

Subject: Tram L1 and L2 procurement funding

Colleagues, the Minister has now approved the funding request for £4m for the current financial year. The letter will reach CEC by the end of the week, but I have agreed with Jonathan Pryce that tie can immediately mobilise, including advisor procurement.

The letter will confirm only this year's funding, not the £13.2m requested for next year. Accordingly, tie cannot commit expenditure at this stage beyond the £4m and all arrangements with advisers need to respect this. The letter will also stipulate that the Executive expects to enter into a dialogue with CEC on shared contributions next year, clearly some scope for debate. However, at least we can now get on with the job.

Regards	
Graeme	

Graeme Bissett

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