

Mr Marshall Poulton
Tram Monitoring Officer
The City of Edinburgh Council
The City Chambers
High Street
Edinburgh
EH1 1YJ

Our Ref: INF CORR 7152/BC

18th January 2011

Dear Marshall,

**Edinburgh Tram Project
Budget Commitments**

I refer to my letter of 17th January 2011, outlining the short term actions to ensure financial commitments remain within the existing delegated authority of £545m.

The above approach is not sustainable beyond March 2011.

In terms of the CEC/TEL and CEC/**tie** Operating Agreements, TEL and **tie** are unable to make any further commitments without a change in the authorised and delegated funding from CEC.

I request an increase in TEL's delegated authority to make financial commitments exceeding £545m.

Yours sincerely,

Brian Cox
Interim Chairman
Transport Edinburgh Limited

your locally owned public transport

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