

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/TEL Operating Agreements, TEL and TEL 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,



PC
Brian Cox
Interim Chairman
Transport Edinburgh Limited

your locally owned public transport

Transport Edinburgh Ltd Annandale Street Edinburgh EH7 4AZ
tel: [REDACTED] fax: 0131 554 3942 web: www.transportedinburgh.com

Registered in Scotland - No. 269639

TIE00109225_0001