



**Department
for Transport**

Boris Johnson
Mayor of London
City Hall
The Queen's Walk
London
SE1 2AA

14 NOV 14

From the Parliamentary
Under Secretary of State
Robert Goodwill MP

Great Minster House
33 Horseferry Road
London
SW1P 4DR

Tel: [REDACTED]
Fax: [REDACTED]
E-Mail: [REDACTED]

Web site: www.gov.uk/dft

12 NOV 2014

Dear Boris

Redetermination of the 2014/15 GLA Transport Grant

I wrote to you on 15th August to consult you on my proposal to re-determine the 2014/15 GLA Transport Grant to reflect our shared commitment to each provide partial funding to support the Garden Bridge project.

I have now re-determined the GLA Transport Grant for the financial year 2014/15, increasing it by £30m (which is the total amount of Government funding for that project that the Chancellor announced in December last year). This makes the total amount of the GLA Transport Grant £1.77bn for 2014/15. I obtained HM Treasury consent prior to making this re-determination.

Additions to the 'Spending Review 2010: TfL funding agreement'

1. The basis under which the Secretary of State determined the 2014/15 GLA Transport Grant was set out in the letter to you of 20 October 2010 – "Spending Review 2010 – TfL funding agreement".

2. I have made the re-determination of the grant on the following basis:

- that you will also provide an equal amount of funding (although taking into account amounts already spent) to the Garden Bridge project from within your existing resources;
- that TfL will provide each party's contribution *pari passu* with the other, on the basis of terms set out in a separate Funding Agreement that TfL will enter into with the Garden Bridge Trust;
- that the Funding Agreement will state that the funds are only to be spent on the construction of the bridge, or on third party fees relating to pre-construction activities, namely; design, tendering and procurement, the carrying out of pre-construction surveys, investigations and tests, site preparation works such as utility diversions, obtaining of consents (and acquiring of land);

- that the contract for the construction of the bridge should be let under an open, competitive tendering process;
- that TfL will advise DfT if they become aware of any material risk or issue that could threaten the project's deliverability to time or budget;
- that TfL agree to satisfy themselves that the project continues to represent good value for money throughout.

3. I understand that a maximum of £8.2025m of this proposed increase will be required for pre-construction activities, and have made the redetermination on that basis. Furthermore, should for any reason, some or all of the funds not be needed for the Garden Bridge project, the Secretary of State may decide to reflect that when determining any future GLA Transport Grant amount.
4. For the avoidance of doubt, all the provisions of the original "Spending Review 2010 – TfL funding agreement" letter will continue to apply to the revised settlement, and apply equally to the extra £30m and all other amounts.

Yours sincerely,

A handwritten signature in black ink, appearing to be 'R. Goodwill', with a large loop at the top and a cross-like mark at the bottom.

ROBERT GOODWILL

MAYOR OF LONDON

Robert Goodwill MP
Parliamentary Under Secretary of State
Department for Transport
Great Minster House
33 Horseferry Road
London SW1P 4DR

Our ref: MGLA190814-5036

Date: 03 SEP 2014

Dear Robert

Re: Proposed Redetermination of the 2014/15 GLA Transport Grant

Thank you for your letter of 15 August setting out your proposal to amend the GLA Transport Grant for 2014/15. I understand that Tim Steer, the GLA's Head of Transport, has confirmed our support directly with the Department.

The Garden Bridge is a great project so I am glad we are working together on it. Thank you for your support in progressing the funding.

Yours ever,



Boris Johnson
Mayor of London



**Department
for Transport**

Boris Johnson
Mayor of London
City Hall
The Queen's Walk
More London
London
SE1 2AA

18 AUG 14

From the Parliamentary
Under Secretary of State
Robert Goodwill MP

Great Minster House
33 Horseferry Road
London SW1P 4DR

Tel:
Fax:
E-Mail:

Web site: www.gov.uk/dft

15 AUG 2014

Dear Boris,

**Consulting on the Proposed Redetermination of the 2014/15 GLA
Transport Grant and additions to the 'Spending Review 2010: TfL
funding agreement'**

To reflect our shared commitment to each provide partial funding to support the Garden Bridge project I am proposing, subject to HM Treasury consent, to increase the GLA Transport Grant for the financial year 2014/15 by £30m, which is the total amount of Government funding for that project that the Chancellor announced in December last year.

The Greater London Authority Act 1999 requires me to consult you before making a redetermination of the grant, or of the terms relating to its payment. I am therefore writing to you to carry out that consultation.

Proposed basis of the re-determination

1. The basis under which the Secretary of State determined the 2014/15 GLA Transport Grant was set out in the letter to you of 20 October 2010 – "Spending Review 2010 – TfL funding agreement".
2. It is my desire that the proposed increase in the grant should be made on the following basis:
 - that you will also provide an equal amount of funding (although taking into account amounts already spent) to the Garden Bridge project from within your existing resources;
 - that TfL will provide each party's contribution *pari passu* with the other, on the basis of terms set out in a separate Funding Agreement that TfL will enter into with the Garden Bridge Trust;

- that the Funding Agreement will state that the funds are only to be spent on the construction of the bridge, or on third party fees relating to pre-construction activities, namely; design, tendering and procurement, the carrying out of pre-construction surveys, investigations and tests, site preparation works such as utility diversions, obtaining of consents (and acquiring of land);
- that the contract for the construction of the bridge should be let under an open, competitive tendering process;
- that TfL will advise DfT if they become aware of any material risk or issue that could threaten the project's deliverability to time or budget;
- that TfL agree to satisfy themselves that the project continues to represent good value for money throughout.

3. I understand that a maximum of £8.2025m of this proposed increase will be required for pre-construction activities, and am intending to make the redetermination on that basis. Furthermore, should for any reason, some or all of the funds not be needed for the Garden Bridge project, the Secretary of State may decide to reflect that when determining any future GLA Transport Grant amount.

4. It is my intention that all the provisions of the original "Spending Review 2010 – TfL funding agreement" letter will continue to apply to the proposed revised settlement, and apply equally to the extra £30m and all other amounts.

Given the time-sensitive nature of the Garden Bridge project, it is my current intention to make the extra £30m available to the GLA on the 9th September 2014. I would be very grateful therefore if you would let me have your views by 19th August 2014.

Yours sincerely



ROBERT GOODWILL