

Sadiq Khan Mayor of London

Dr Onkar Sahota AM
Chair of the London Assembly

City Hall Kamal Chunchie Way London E16 1ZE From the Secretary of State The Rt Hon Grant Shapps

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Dear Sadiq and Onkar,

Thank you for your letter of 23 June, regarding a motion agreed by the London Assembly at the Mayor's Question Time meeting on that day, about Transport for London (TfL) funding.

On Friday 22 July we offered a long-term capital deal to ensure that services are supported and that you and TfL can deliver £3.6bn of capital projects by 2024.

This follows two years of unwavering support to London, and the transport network on which it depends, and over £5bn in funding to keep vital transport services running. This support means that TfL is the largest single recipient of pandemic support across the transport sector. TfL have also been granted a billion pounds of investment per year at the most recent Spending Review.

The extraordinary funding settlements over the past two years have recognised the reliance of TfL on fare revenue and mitigated the effects of changing passenger demand and lockdown restrictions during the pandemic. Now, with the cost of living rising across the country and the tube nearing prepandemic passenger levels, it is more important than ever that we agree a settlement which represents value for money for all taxpayers while delivering for London.

I reiterate that Government is committed to supporting London's transport network, as set out in the long-term funding offer and as we have since the start of the pandemic, but TfL must commit to becoming a more efficient organisation, to benefit Londoners and national taxpayers in return.

Yours sincerely,

**Rt Hon Grant Shapps MP** 

**SECRETARY OF STATE FOR TRANSPORT**