Mr D U Jacks GRO-C HS2

AHG: NORTHERN AND W.M. MIDLANDS RHA'S

This is to confirm the outcome of our telephone discussions and my arrangements with the Regional Treasurers concerned.

NORTHERN RHA

Their involvement is held up over uncertainty about the provision of accommodation; one possibility is that they might need up to $\pounds 20,000$ instead of the £10,000 allocated.

The Treasurer (Mr Borthwick) accepts that the £20,000 solution would embrace more than AHG work and would be content to cover part of the cost from the Regional allocation.

aluady done You may therefore offer to revise the special capital allocation of £28,000 up to £33,000.

WEST MIDLANDS RHA

Here, they were asking for £56,000 instead of the proposed £48,000 revenue. The Deputy Treasurer told me that the RTO would be discussing the matter on 1 September. I indicated that we might be able to modify the allocation if that were necessary; I will talk with the Treasurer next week.

GRO-C

c.c.Mr Blanchard Mr Osborne

P W D Lawrence AGD4 22 August 1975

P.S

and see 154

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I talked with the W. Midlands' Treasurer today; he was prepared to settle the whole business for a full year revenue addition of £53,000. I will now leave it with you to settle on the detail, including the guarantees of production.

GRO-C 29 August 1975