

Gareth Bacon AM  
Chairman of the Budget and Performance Committee  
City Hall,  
The Queens Walk  
London  
SE1 2AA

Date: 11 January 2017

Dear Gareth,

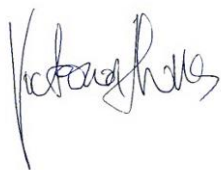
Thank you for your letter of 6 January asking me to set out what the implications would be if the Corporation's budget for 2017-18 was set at the level proposed in the Mayor's budget.

As I set out at your 5 January Committee meeting, the c.11,000 homes currently in OPDC's planning pipeline in Old Oak North should be safe with the level of budget provision that has been proposed by the Mayor. I also mentioned at the meeting, that I anticipate the impact on the more challenging public sector owned sites in 'Old Oak South', the sites that are closest to the future HS2/Elizabeth line station, could be in the region of several thousand homes and jobs. I added that it would be difficult to be more precise at this stage.

As my Chief Finance Officer said at the Committee, any impact related to the 'Old Oak South' development area could be mitigated by early access to the £1m contingency held by the GLA. Further, at the 10 January Committee meeting, the Mayor made clear that the OPDC could come to him with proposals for capital spending, and we intend to do so at the earliest opportunity following consultation with the new Chair and the Board.

I also take this opportunity to attach a copy of the letter of 8 March 2016 from the previous Chair of OPDC to the previous Mayor, to which we referred at the 5 January meeting and to which the Mayor's Chief of Staff made further reference at yesterday's meeting.

Yours sincerely,



**Victoria Hills**  
Chief Executive Officer  
Old Oak and Park Royal Development Corporation

cc: Lucy Pickering, Assembly Scrutiny Manager  
Fiona Fletcher-Smith, GLA Director  
Doug Wilson, OPDC Chief Finance Officer