

*ccp*



Treasury Chambers, Parliament Street, SW1P 3AG

*n.b. P.M.*

*BHP*

*8/5*

The Rt Hon David Waddington QC MP  
Home Secretary  
Home Office  
50 Queen Anne's Gate  
London  
SW1H 9AT

8 May 1990

Dear Home Secretary

LOCAL DELIVERY SERVICES

*flat*

Thank you for copying to me your letter of 2 May.

2 I agree all cable operators should be able to extend their licences provided they perform satisfactorily and, on renewal, pay the annual fee set by the ITC.

3 I also agree the ITC should be able to award local delivery licences to operators proposing substantially higher coverage than the highest bidder. I would expect the winning promises to be incorporated into the licence conditions with any breaches penalised with fines at least sufficient to make up any loss to the Exchequer.

4 I am copying this letter to the Prime Minister, other members of MISC 128 and to Sir Robin Butler.

*Yours sincerely*

*Norman Lamont*

NORMAN LAMONT

*approved by the Chief Secretary  
and signed in his absence*

BROADCASTING: Percy pr 11

