## INNER CITIES

Sir Robert Armstrong's minute below seeks your approval to circulate his report for MISC 104's discussion on inner cities after Cabinet on Thursday.

Subject to any Policy Unit comments (which I have not seen at the time of dictating this):

- (i) agree that the paper may be circulated as a basis for discussion;
- (ii) agree that your decision that Lord Young should lead the work may be recorded in the first paragraph of Sir Robert's paper;
- (iii) agree that the passage in square brackets in paragraph
  10 of the paper should remain (it is of course a
  statement of Lord Young's views, not yours);
- (iv) agree that a statement should <u>not</u> be planned for next

  Thursday and that the timing of a statement will need

  to depend on the meeting's reactions to what is
  proposed in the paper;
- (v) agree to leave any detailed comments on the organisational structure proposed to be made by you at the meeting rather than try to change the paper now;
- (vi) are you prepared to allow discussion to go forward with the Treasury on extra money for the initiative as proposed by Lord Young and Sir Robert Armstrong?

I am told that Mr. Baker knows that you have decided to put Lord Young in charge of the project. But it would be worth someone preparing the ground with him before the meeting to avoid misunderstanding. Agree that Sir Robert Armstrong should talk to Mr. Baker before the meeting?

Pon Contractor Contractor

24 January 1986

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enough to do. 19 45 yr legren
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From the Secretary of the Cabinet

Rime Minister

The Secretary of Stree for Employment would like to make a very early statement on luner likes (see submission below):

pefectly on 30 Jamey, failing har on 3 Rebury. He would like to pre-empt:

(a) he sywood of the Cumula of England, which is one to hum its attention to the problems of inner cities later in the week beginning 3 February:

(b) the Member for Henley (re Heseltine), who brd Young suspents — may before long than his restless energies to be problems of these and (especially) Liverpoorl.

RA 24.1.86

PRIME MINISTER

24 January 1986

## INNER CITIES

Sir Robert's minute raises important points, some of which we cannot agree. This matter is not of immediate urgency and given present circumstances, we strongly suggest that the next meeting is deferred so that the minute can be considered fully next week.

Do you agree to this course?

#S

HARTLEY BOOTH

Q Flish

BRIAN GRIFFITHS

CONFIDENTIAL

be: Prof. Griffiths

## 10 DOWNING STREET

From the Private Secretary

SIR ROBERT ARMSTRONG

## INNER CITIES

The Prime Minister was grateful for your minute of 24 January to which you attached a draft paper for MISC 104.

The Prime Minister is content for the paper to be circulated as a basis for discussion.

On the two points mentioned in paragraph 3 of your covering minute, the Prime Minister believes it will not be possible to plan for a Statement this Thursday: its timing will need to depend on the meeting's reactions to what is proposed in your paper. On the second point, the Prime Minister is content for the references in the paper to extra money to be discussed urgently with the Treasury.

I have already mentioned to Mr. Stark the thought, with which the Prime Minister agrees, that it would be useful for you to have a word with Mr. Baker about the fact that Lord Young will be taking primary responsibility for the further work. The Prime Minister has pointed out that the Department of Employment has two Cabinet Ministers to share the load.

David Norgrove

27 January 1986

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