

21 December 2017

Tom Davy  
Head of Bus & Local Transport Policy  
Transport Scotland  
Victoria Quay  
EDINBURGH  
EH3 7LA

Dear Tom

**NATIONAL CONCESSIONARY TRAVEL SCHEME - REIMBURSEMENT ARRANGEMENTS 2018-19**

I acknowledge receipt of your letter dated 20<sup>th</sup> December 2017 confirming the reimbursement rate and budget requirements for the next financial year, 2018-19.

I can confirm that the reimbursement rate of 56.8%, and Scottish Government budget requirement of £202.1m, derived by updating the economic model we developed together, are in line with our own outcomes from the updating of the economic model.

I would like to record my thanks for the constructive dialogue between our respective teams in bringing these discussions to an agreed conclusion and look forward to receiving a copy of the draft SI in due course. I also look forward to working with you and your team on some of the areas where further work and/or research is required to allow us to complete the review of our reimbursement model.

Please do not hesitate to get in touch, should you require further information or clarification on the above.

Yours sincerely

A handwritten signature in black ink, appearing to be 'G. Mair', written over a circular scribble.

**George Mair FCILT**  
**Director, CPT Scotland**