

not in
Prime Minister (4) ✓ JV

MUS 20/4

DEPARTMENT OF ENERGY
THAMES HOUSE SOUTH
MILLBANK
LONDON SW1P 4QJ
01-211 3932



CONFIDENTIAL

Rt Hon Leon Brittan QC MP
Chief Secretary to the
Treasury
Treasury Chambers
Parliament Street
London
SW1P 3AG

19 April 1982

MS

Dear Leon,

BGC CONSULTANCY STUDY

You and John Sparrow have both raised the question of whether the study is still to cover the Corporation's "organisation and structure".

The Corporation were unwilling to include an explicit reference to this effect in the terms of reference, on the grounds that to do so might unnecessarily antagonise the Gas Unions and thus make the Consultants' task more difficult. However we have made it quite clear to the Corporation that questions of organisation and structure are to form part of the study, and that we will expect the scope for a profit centre approach to be fully examined. As John Sparrow surmises this is covered by the second part of the terms of reference, which are very widely drawn.

I am copying this letter to the Prime Minister, other members of E(NI), John Sparrow and to Sir Robert Armstrong.

John Moore

JOHN MOORE

20 APR 1982

