

STOCKPORT COUNCIL

REPORT TO CABINET– SUMMARY SHEET

Subject: Manchester Airport Car Park Investment

Report to Cabinet

Date: 5 February 2019

Report of: (a) Cabinet Member for Reform & Governance, Leader of the Council and Cabinet Member for Policy, Finance and Devolution

Key Decision: (b) Y

Forward Plan ☒ General Exception ☐ Special Urgency ☐ (Mark with a Y if applicable)

Summary:

Manchester Airport is seeking to bring forward a Car Parking investment scheme via funding through an additional equity investment into Manchester Airport Group (MAG).

The proposed investment which is detailed in exempt from publication report, will fund the development of a new on-site, multi storey car park, with c, 7,500 spaces. This will be a new 'Drop and Go' storage car park which will enhance the car park offering with on-site convenience parking located 0.6 miles away from Terminal 2 with an estimated 2 minute transfer time.

MAG is seeking to partner with the existing District Council shareholders, who will provide equity investment to cover the upfront capital costs, with MAG contributing land intellectual property and expertise in the management of car park operations. In return the District Council investors will have the right to receive a preferred (but not guaranteed) return on their equity investment vis the payment of a preferred dividend.

Comments/Views of the Cabinet Member: (c)

The proposal provides for a preferred return (but not guaranteed) on the Council's equity investment and builds on current investments that the Council has in Manchester Airport Group which is providing much needed support for the Council's Medium Term Financial Plan.

Independent due diligence has been undertaken on the proposal.

Recommendation(s) of Cabinet Member: (d)

Cabinet are recommended to consider the 'exempt from publication' report and approve the recommendations contained within.

Relevant Scrutiny Committee (if decision called in): (e)
Corporate, Resource Management & Governance

Background Papers (if report for publication): (f)
There are none

Contact person for accessing
background papers and discussing the report

Officer: Michael Cullen
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'Urgent Business': (g)

~~Yes~~/ No (Please circle)

Certification (if applicable)

This report should be considered as 'urgent business' and the decision exempted from 'call-in' for the following reason(s):

The written consent of Councillor _____ and the Chief Executive/Monitoring Officer/ Borough Treasurer for the decision to be treated as 'urgent business' was obtained on /will be obtained before the decision is implemented.
