

## **MANCHESTER AIRPORT CAR PARK INVESTMENT**

### **Report of the Leader of the Council and Cabinet Member (Reform and Governance)**

#### **1. INTRODUCTION AND PURPOSE OF REPORT**

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

#### **2. INVESTMENT PROPOSAL**

- 2.1 The proposed investment which is detailed in the 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.
- 2.2 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.
- 2.3 The most appropriate structure for the investment is being finalised with MAG.
- 2.4 Further detail of the investment proposal and due diligence taken is provided in the exempt from publication report. The exempt from publication report is not for publication because it contains information relating to the financial and business affairs of a particular persons and the public interest in maintaining the exemption outweighs the public interest in disclosing the information.

#### **3. RECOMMENDATIONS**

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

#### **BACKGROUND PAPERS**

There are none

Anyone wishing to inspect the above background papers or requiring further information should contact Michael Cullen on Tel: 0161 474 4631 or by email on [michael.cullen@stockport.gov.uk](mailto:michael.cullen@stockport.gov.uk)