

Lead topic: Capital	Sub-topic: PPPs	Contact: Brendan Ellison Ext: 5664
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Progress on various Phases of the PPP programme in 2016

Phase 1 (July 2012 Announced Programme)

- Schools Bundle 4 – Schools opened for operation in 2016
- Schools Bundle 5 – Construction commenced in 2016
- Construction continues and works are well advanced on N17/18 (Gort – Tuam)
- Construction continues on the M11 Gorey to Enniscorthy motorway
- Construction began on the N25 New Ross bypass
- Courts Bundle scheduled for delivery by the end of this year
- Construction commenced on all 14 Primary Care sites
- Construction at Grangegorman is expected to begin in Q4 2017, delayed by an unsuccessful procurement challenge, which is now concluded.
- A 700 bed student accommodation concession project in Grangegorman is also being pursued, on a fully commercial basis.

Phase 2

- Social Housing – Under PPP Phase 2, €300 million will be invested in social housing which is expected to deliver 1,500 social housing units.
- Development of the units was split into 3 bundles, each with a capital value of c€100 million. Each bundle is being developed over a number of sites, spread across different local authorities.
- Bundle 1 consists of 6 sites in South Dublin, Kildare, Wicklow, Louth and two sites in Dublin City.
- Bundle 2 consists of 8 sites selected in 2016, located in Roscommon, Waterford, Galway, Clare, Kildare and 3 sites in Cork.
- DHPCLG are looking at sites for Bundle 3.
- Procurement process for bundle 1 is already underway. Procurement of bundle 2 is about 6 months behind bundle 1 (expected to launch later in 2017).

Phase 3

- Phase 3 of the PPP Programme was approved by Government in 2015 and will include new projects in Higher Education (IOTs), Health (a Community Nursing Home bundle) and Justice (Family Law & Children's Court complex).
- The value of the Phase 3 projects will be in the region of €500 million.
- Preparatory work, involving the relevant Departments engaging with NDFA to plan the delivery of the projects, is nearing completion on these Phase 3 projects.

Future Role of PPPs

An advisory group consisting of personnel from Departments/Agencies with experience of dealing with PPPs has been set up, as part of the mid-term review of the Capital Plan. The group is examining the future role of PPPs in the delivery of capital infrastructure in the context of the new long-term (10 year) capital plan to be produced in 2016.

Value / Cost of PPPs

The position in relation to capital value, unitary payments and future commitments for existing PPP and concession project, at end 2016 was as follows:

- Total contractual capital value signed off: €4.9bn
- Unitary Payments made to 2016: €2.6bn (c.€192m in 2016)
- Future unitary payment commitments at end 2016: €6.6bn.
- The latest projections available indicate that the cost of PPP Unitary Payments in 2017 is expected to be about €240m.
- This cost is projected to continue to increase until 2021 when it is expected to peak at over €340m.