

# Birmingham City Council

## Addendum

22 May 2019



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**Subject:** Highway Maintenance and Management PFI Contract

### **1 Executive Summary**

- 1.1 To submit revised recommendations for the above decision at Cabinet on 22 May 2019.

### **2 Recommendations**

- 2.1 That Cabinet:
  - 2.1.1 Approves the Director, Inclusive Growth and the Chief Finance Office in consultation with the Cabinet Members for Transport & Environment and Finance & Resources, to continue to negotiate a settlement in respect of all disputes under the Highway Maintenance and Management PFI contract in accordance with the settlement criteria set out in Appendix C (Exempt Appendix - C1).
  - 2.1.2 Confirms its intention to conclude a deal (in accordance with the criteria set out in Appendix C (Private Appendix - C1)) within the shortest possible period and notes that a further report will be brought to Cabinet no later than 25th June 2019 setting out the proposed final terms of the settlement agreement.
  - 2.1.3 Delegates authority to the Assistant Director, Highways and Infrastructure, to commence the negotiation of commercial terms with Amey Birmingham Highways Ltd (the SPV) relating to its procurement of a replacement Operating Subcontractor, to be subject to approval under a further report to Cabinet and the approval of the Department for Transport;
  - 2.1.4 Notes the information contained within Exempt Appendix – C regarding the Council's commercial position to support the above decisions.