

Thames Valley Local Enterprise Partnership

Richard Tyndall

Date: 11th July 2017



**WOKINGHAM
BOROUGH COUNCIL**

Customer and Localities Service
P.O. Box153
Shute End, Wokingham
Berkshire RG40 1WL
Tel: (0118) 974 6000
Fax: (0118) 974 6770
Minicom No: (0118) 9746991

Thames Valley Park, Park and Ride – Value for Money Statement

Dear Mr Tyndall,

This letter is provided in support of the Business Case produced by Wokingham Borough Council for the development of a new Park and Ride facility at Thames Valley Park.

Value for money consideration

The value for money assessment has been prepared in accordance with DfT's "Value for money assessment: advice note for local transport decision makers".

Initial monetised impacts of the scheme have been extracted from the AST and reported in the Analysis of Monetised Cost Benefits (AMCB) table included in Appendix D of the Full Business Case submitted to support this scheme. Further details, including the full business case are available from the My Journey Wokingham website.

ITEM	VALUE (£000S)
Noise	16.7
Local Air Quality	26.5
Greenhouse Gases	47.7
Accidents	1,596.2
Decongestion Benefit (Commuter and Business Travel)	3,093.9
Private Sector Revenue (from 2026)	1,022.1
Wider Public Finances (Indirect Tax Revenues)	-205.0
Developer Contributions	-550.0
Present Value of Benefits (PVB) *	5,058.2
Broad Transport Budget	1,568.2
Present Value of Costs (PVC)	1,568.2
OVERALL IMPACTS	
Net Present Value (NPV)	3,490.0
Benefit to Cost Ratio (BCR)	3.23

* PVB also includes Infrastructure benefit £10,005.



This information shows that the Initial BCR of the scheme, based on standard monetarised values is 3.23. This represents the benefits of the core elements of the scheme, and is considered 'High' value for money according to the Department for Transport guidance.

Non-monetised, Environmental, Social and Distributional impacts

Further social and environmental benefits have been derived from qualitative assessment and whilst these will not provide monetised benefits for use in this appraisal, the impacts are considered when deriving the Value for Money presented by this scheme:

Social and Distributional appraisal

- The impact to Accidents is considered to be **slightly beneficial**
- The impact to Journey Quality is considered to be **slightly beneficial**
- The impact to Security is considered to be **moderately beneficial**
- The impact to Severance is considered to be **neutral**
- The impact to Noise is considered to be **slightly beneficial**
- The impact to Air Quality is considered to be **slightly beneficial**
- The impact to Strategic accessibility is considered to be **moderately beneficial**

Financial Case Consideration

Funding and delivery of this scheme is wholly within Wokingham Borough but is beneficial for the wider economic region including the Greater Reading Area. The analysis shows that there is high level of commitment from the council and demonstrates that potential risks have been considered and minimised. In this case all third party contributions will comprise a mix of Thames Valley LEP funding and funds secured through Community Infrastructure Levy. Furthermore, all arrangements are considered compliant with 'Managing Public Money' and other central government guidance.

The anticipated cost of the total scheme is £3,600,000 and the breakdown of cost is set out in the full business case which can be found on line at the following location:

<http://www.myjourneywokingham.com/discover-wokingham/bus-travel/park-and-ride/>

Certification of the Senior Responsible Officer

I certify the Value for Money Statement provided within this letter to be a true reflection of the work undertaken in preparing the Business Case to progress the Thames Valley Park, Park and Ride.

Yours sincerely



Mark Cupit
Assistant Director Delivery & Infrastructure
Customer & Localities Service
Wokingham Borough Council
PO Box 157 Shute End
Wokingham
Berkshire RG40 1WR