

Executive

4 December 2018

Draft Extract

**EXE
49 Street Lighting – LED Replacement, Term Maintenance and Highways
Electrical Contract Award (Agenda Item 10)**

Councillor Ap Rees presented the report. He outlined the proposals and the key benefits of replacing and upgrading the existing out dated and inefficient non-LED lighting. He explained the benefits to the council of securing Salix funding which would be interest free, but added that the project would still be viable if prudential borrowing was required.

Members welcomed the benefits in terms of improved street lighting and ongoing revenue savings. It was noted that in replacing and updating existing lighting officers would take account of the current design and where appropriate make changes.

Resolved:

(1) that the capital programme be increased by £4.7million over 2 years (2019/20 £1.3million and 2020/21 £3.4million), for the funding of the LED and column replacement programme;

(2) that the use of 2 years LTP allocations (from the Street Lighting allocation, in line with previous years allocations) of £0.5million be approved; and

(3) that a 4 year contract starting from 1 April 2019, with a possible 2 year extension, be awarded to Centregreat Ltd, Wyndham Close, Brackla Industrial Estate, Bridgend, CF31 2AD (Company registration number 1169341) Ltd, a lead company in the field of street lighting with extensive experience in delivery of local authority service delivery, for the street lighting LED replacement, term maintenance and highways electrical contract.

It was further

Recommended to Council: that an application for loan funding be made to Salix Finance Ltd for the balance of the LED replacement costs of £4.2million or, if Salix funding is not available within the timescales required for the capital element (£4.2million) of this programme, the use of prudential borrowing be approved.

Reasons for the decision:

As set out in the report and discussed above.

Alternative options considered and rejected:

As set out in the report and discussed above.