

SFT Outcomes

Demonstrating progress with impact



2020 CASE STUDY

Outcome 03



Infrastructure investment is sustainable and affordable with an increased use of innovative funding and financing approaches



Mutual Investment Model

Established to deliver additional levels of investment

In 2018, Scottish Government committed itself to a National Infrastructure Mission of investing an extra 1% of GDP per annum (or approximately £1.56bn) in infrastructure between 19/20 and 24/25 compared to the 2017 baseline.

As it was thought this level of additional investment could not be achieved without a Public Private Partnership (PPP) delivery route (unless there was a significant change to capital budgets and borrowing powers), the Scottish Futures Trust (SFT) was asked to examine PPP structures to deliver the required additionality of investment which included reviewing public sector profit sharing, value for money and affordability.

In April 2019, SFT published its **Options Appraisal Report** recommending to Scottish Government the Mutual Investment Model (MIM), as used by the Welsh Government, be taken forward.

As a result, Scottish Government accepted SFT's recommendation of the Options Appraisal that MIM be taken forward as the delivery route of choice for any future PPP procurements.

