Press release: £95 million for local full-fibre broadband projects

Thirteen areas across the UK are set to benefit from the first wave of funding from the Government's £190 million Local Full Fibre Network (LFFN), the Chancellor has announced in today's Spring Statement.

Armagh City, (including Banbridge & Craigavon), Belfast, Blackpool, Cambridgeshire, Cardiff, Coventry (including Solihull & Warwickshire), The Highlands, London, Manchester, Mid Sussex, North Yorkshire, Portsmouth, and Wolverhampton have been announced as the successful bidders for the £95 million allocated to successful projects.

Whilst 95% of UK premises can now get superfast broadband, only 3% have access to gigabit-capable full fibre infrastructure. With the need for faster connectivity expected to dramatically increase over the coming years, the LFFN programme aims to leverage local and commercial investment in full fibre across the whole of the UK landscape. It will do this through funding a series of projects that seek to stimulate the market by making the deployment of gigabit-capable full fibre infrastructure more commercially viable.

The successful projects include:

- Using hospitals, health centres and GP surgeries as "anchor tenants" providing a full-fibre "hub" which surrounding homes and businesses can then also be connected to.
- Upgrading schools, libraries and emergency response buildings to gigabit-capable full fibre connections.
- Strategic re-purposing of existing infrastructure, allowing full fibre to be rolled out at a fraction of what it would otherwise cost.

Creating "fibre spines" along major transport routes and public building networks. These extend a supplier's fibre footprint, making full fibre connections more available to surrounding homes and businesses.

The LFFN programme is part of the government's £31 billion National Productivity Investment Fund aimed at improving productivity, which is key to raising living standards. A main focus of the government's Industrial Strategy is ensuring the right connectivity is in place for the for the UK's digital economy to thrive, and the LFFN programme forms a vital part of this work.

Notes to Editors

- The LFFN Challenge Fund is a £190 million government capital grant programme that aims to help deliver the fastest and most reliable digital communications network available. Funding will be allocated in successive competitive waves, and bidding is open to local bodies. The aim is for local bodies to harness public sector connectivity and aggregate private sector demand to stimulate the market to build new and extend existing fibre networks in their local areas.
- The first wave of the Challenge Fund closed on January 26th 2018.
- We anticipate that the next wave of the Challenge Fund will open in Summer 2018.
- The amount of funding requested by each bid is as follows. Please note these are the amounts of funding bid for, not the final amount that will be awarded all successful bids will be subject to a due diligence before their final funding amount is confirmed. If you are referring to these figures in a story please refer to each bid as being awarded 'up to' the specified amount of funding.

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Armagh City, Banbridge & Craigavon — £2.4m

Belfast — £11.5m

Blackpool — £3.0m

Cambridgeshire — £4.0m

Cardiff — £6.0m

Coventry, Solihulll & Warwick — £5.7m

Highlands — £4.5m

London — £8.5m

Manchester — £23.8m

Mid Sussex — £2.2m

North Yorkshire (NYNet) — £15.1m

Portsmouth — £3.9m

Wolverhampton — £4.9m
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<u>Speech: Spring Statement 2018: Philip</u> <u>Hammond's speech</u>

Mr Speaker.

I am pleased to introduce to the House the first Spring Statement.

The UK was the only major economy to make hundreds of tax and spending changes twice a year.

And major international organisations and UK professional bodies alike have been pressing for change.

In 2016 I took the decision to move to a single fiscal event in the Autumn.

Giving greater certainty to families and businesses ahead of the new financial year.

And allowing more time for stakeholder and parliamentary engagement on potential fiscal changes.

Today's statement will update the House on the economic and fiscal position.

Report progress on announcements made at the two budgets last year.

And launch further consultations ahead of Budget 2018, as set out today in my Written Ministerial Statement.

I won't be producing a Red Book today Mr Speaker.

[political content removed]

Mr Speaker.

I am pleased today to report to the House on a UK economy that has grown in every year since 2010.

And under Conservative Leadership now has a manufacturing sector enjoying its longest unbroken run of growth for fifty years.

An economy which has added 3 million jobs.

And seen:

- every single region of the UK with higher employment and lower unemployment than in 2010
- seen the wages of the lowest paid up by almost 7% above inflation since April 2015
- [political content removed]

Solid progress towards building an economy that works for everyone.

[political content removed]

I, meanwhile, am at my most positively Tigger-like.

As I contemplate a country which faces the future with unique strengths.

Our language is the global language of business.

Our legal system is the jurisdiction of choice for commerce.

We host the world's most global city, and its international finance and professional services capital.

Our companies are in the vanguard of the technological revolution.

While our world-class universities are delivering the breakthrough discoveries and inventions that are powering it.

British culture and talent reaches huge audiences across the globe.

And our tech sector is attracting skills and capital from the four corners of the earth.

With a new tech business being founded somewhere in the UK every hour.

Producing world-class products including apps like TransferWise, CityMapper,

And Matt Hancock.

Mr Speaker.

Today the OBR delivers its second report for the fiscal year 2017-18.

And I thank Robert Chote and his team for their work.

It forecasts more jobs.

Rising real wages.

Declining inflation.

A falling deficit.

And a shrinking debt.

The economy grew by 1.7% in 2017, compared to 1.5% forecast at the Budget.

And the OBR have revised up their forecast for 2018 from 1.4% to 1.5%.

Forecast growth is then unchanged at 1.3% in 2019 and 20, before picking up to 1.4% in 21 and 1.5% in 22.

That's the OBR's forecast Mr Speaker.

But forecasts are there to be beaten.

As a nation, we did it in 2017.

And we should make it our business to do so again!

Our remarkable jobs story is set to continue.

With the OBR forecasting more jobs in every year of this parliament.

And over 500,000 more people enjoying the security of a regular pay-packet by 2022.

I am pleased to report that the OBR expect inflation, which is currently above target at 3%.

To fall back to target over the next 12 months.

Meaning that real wage growth is expected to be positive from the first quarter of 18-19, and to increase steadily thereafter.

Mr Speaker.

I reported in the Autumn that borrowing was due to fall in every year of the forecast.

And debt to fall as a share of GDP from 2018-19.

The OBR confirms this today.

And further revises down debt and borrowing in every year.

Borrowing is now forecast to be £45.2 billion this year.

£4.7bn lower than forecast in November.

And £108bn lower than in 2010.

[political content removed]

As a percentage of GDP, borrowing is forecast to be 2.2% in 17-18.

Falling to 1.8% in 18-19, 1.6% in 19-20, then 1.3%, 1.1% and finally 0.9% in '22-'23.

Meaning that in 18-19 we will run a small current surplus, borrowing only for capital investment.

And we are forecast to meet our cyclically adjusted borrowing target in '20-21 with £15.4bn headroom to spare.

Broadly as forecast at the Budget.

Mr Speaker,

The more favourable outlook for borrowing means the debt forecast is nearly 1% lower than in November.

Peaking at 85.6% of GDP in 17-18.

And then falling to 85.5% in 18-19, then 85.1%, 82.1%, 78.3%, and finally 77.9% in 2022-23.

The first sustained fall in debt in 17 years.

A turning point in the nation's recovery from the financial crisis of a decade ago.

Light at the end of the tunnel.

Another step on the road to rebuilding the public finances [political content removed]

[political content removed]

Mr Speaker.

In Autumn 2016, I changed the fiscal rules to give us more flexibility to adopt a balanced approach to repairing the public finances.

Reducing debt.

Not for some ideological reason.

But to secure our economy against future shocks.

Because we [political content removed] are not so naïve as to think we have abolished the economic cycle.

Because we want to see taxpayers' money funding our schools and hospitals, not wasted on debt interest.

And because we want to give the next generation a fair chance.

But I do not agree with those who argue that every available penny must be used to reduce the deficit.

And nor do I agree with the fiscal fantasists [political content removed] who argue that every available penny should be spent immediately.

We will continue to deliver a balanced approach.

Balancing debt reduction against the need for investment in Britain's future.

Support to hard-working families through lower taxes.

And our commitment to our public services.

Judge me by my record, Mr Speaker [political content removed].

Since Autumn Statement 2016, I have committed to £60 billion of new spending.

Shared between long-term investment in Britain's future.

And support for our public services.

With almost £9 billion extra for our NHS and our social care system.

£4bn going into the NHS in 18/19 alone.

And as I promised at the Autumn Budget.

More to come if, as I hope, management and Unions reach an agreement on a pay modernisation deal for our nation's Nurses and Agenda for Change staff.

Who have worked tirelessly since the Autumn in very challenging circumstances to provide the NHS care that we all value so highly.

£2.2 billion more on education and skills.

And £31 billion going to fund infrastructure, R&D and housing through the National Productivity Investment Fund.

Taking public investment in our schools, hospitals, and infrastructure in this parliament to its highest sustained level in 40 years.

And at the same time we have cut taxes for 31 million working people by raising the personal allowance again in line with our manifesto commitment.

Taking more than 4 million people out of tax altogether since 2010.

Freezing fuel duty for an eighth successive year, taking the saving for a typical car driver to £850 [political content removed].

And raising the National Living Wage to £7.83 from next month, giving the lowest paid in our society a well-deserved pay rise of over £2,000 for a full-time worker since 2016.

Mr Speaker.

Since becoming Chancellor, I have provided an extra £11 billion of funding for 2018/19.

To help with short-term public spending pressures.

And to invest in Britain's future.

In the longer term, I can confirm that, at this year's Budget I will set an overall path for public spending for 2020 and beyond.

With a detailed Spending Review to take place in 2019.

To allocate funding between Departments.

That is how responsible people Budget.

First you work out what you can afford.

Then you decide what your priorities are.

And then you allocate between them.

And if, in the Autumn, the public finances continue to reflect the improvements that today's report hints at.

Then, in accordance with our balanced approach, and using the flexibility provided by the fiscal rules.

I would have capacity to enable further increases in public spending and investment in the years ahead.

While continuing to drive value for money to ensure that not a single penny of precious taxpayers' money is wasted.

A balanced approach.

Getting our debt down.

Supporting our public services.

Investing in our nation's future.

Keeping taxes low.

Building a Britain fit for the future.

And an economy that works for everyone.

Updates since the Budget.

Mr Speaker.

There is much still to do.

Since Autumn 2016 we have set out our plan to back the enterprise and ambition of British business and the hard work of the British people.

A plan to unleash our creators and our innovators.

Our inventors and our discoverers.

To embrace the new technologies of the future.

And to deliver the skills we will need to benefit from them.

To tackle our long-standing productivity challenges.

And to say more loudly than ever that our economy will remain open and outward-looking.

Confident to compete with the best in the world.

We choose to champion those who create the jobs and the wealth on which our prosperity and our public services both depend.

Not to demonise them.

Mr Speaker,

[political content removed]

The market economy embraces talent and creates opportunity.

Provides jobs for millions and the tax revenues that underpin our public services.

So we will go on supporting British businesses.

We are reducing business rates by over £10 billion.

And we committed at Autumn Budget 2017 to move to triennial revaluations from 2022.

Today I am pleased to announce that we will bring forward the next business rates revaluation to 2021 and make the triennial reviews from that date.

We will launch a Call for Evidence to understand how best we can help the UK's least productive businesses to learn from, and catch-up with, the most productive.

And another on how we can eliminate the continuing scourge of late payments — a key ask from small business.

Because Mr Speaker, we are the champions of small businesses and the entrepreneur.

Since the Budget, we have made substantial progress in our negotiations with the European Union.

To deliver a Brexit that supports British jobs, businesses and prosperity.

And I look forward to another important step forward at the European Council next week.

But we will continue to prepare for all eventualities.

And today my RHF the Chief Secretary is publishing the Departmental allocations of over £1.5 billion of Brexit preparation funding for 2018-19 which I announced at the Autumn Budget.

Our Modern Industrial Strategy sets out our plan to keep Britain at the forefront of new technologies.

With the biggest increase in public R&D spending for four decades.

Much of this new technology depends on high-speed broadband.

And today I can make the first allocations of the £190 million local full fibre challenge fund announced at Autumn Budget and confirm £25 million for the first 5G testbeds.

As our economy changes, we must ensure people have the skills they need to seize the opportunities ahead.

So we've committed over £500 million a year to T-Levels, the most ambitious

post-16 reforms in 70 years.

And from next month £50 million will be available to help employers prepare for the rollout of T-Level work placements.

Last week, the Education Secretary and I chaired the first meeting of the National Retraining Partnership between Government, the TUC and the CBI.

And I can re-assure the House, Mr Speaker.

[political content removed]

But there was a clear and shared commitment to training, to prepare the British people for a better future ahead.

And next month our £29 million construction skills fund will open for bids to fund up to 20 construction skills villages around the country.

We're committed as a government to delivering 3 million apprenticeship starts by 2020 with the support of business through the apprenticeship levy.

But we recognise the challenges the new system presents to some small businesses looking to employ an apprentice.

So I can announce today that my Right Honourable Friend the Education Secretary will release up to £80 million of funding to support those small businesses in engaging an apprentice.

We publish a consultation on improving the way the tax system supports self-funded training by employees and the self-employed.

And because we currently understand more about the economic pay-back from investing in our infrastructure than we do about investment in our people.

I have asked the ONS to work with us on developing a more sophisticated measure of human capital.

So that future investment can be better targeted.

Mr Speaker, we're undertaking the largest road building programme since the '70s.

As Transport Secretary, I gave the green light to fund the new bridge across the River Mersey in 2011.

And I was delighted to see it open late last year.

The largest infrastructure project in Europe, Crossrail, is due to open in just 9 months' time.

We're making progress on our plans to deliver the Cambridge-Milton Keynes-Oxford Corridor.

We're devolving powers and budgets to elected mayors across the Northern

Powerhouse and Midlands Engine.

We're in negotiations for city deals with Stirling and Clackmannanshire, Tay Cities, Borderlands, North Wales, Mid Wales, and Belfast.

And today we invite proposals from cities across England for the £840 million fund I announced at the Budget to deliver on their local transport priorities.

As part of our plans to spread growth and opportunity to all parts of this United Kingdom.

And at the heart of our plan for building an economy that works for everyone is our commitment to tackle the challenges in our housing market.

With an investment programme of £44 billion to raise housing supply to 300,000 a year by the mid-2020s.

And today I can update the House.

We are working currently, with my Right Honourable Friend the Housing Minister, with 44 authorities who have bid into the £4.1 billion Housing Infrastructure Fund, to unlock homes in areas of high demand.

We are concluding housing deals with ambitious authorities who have agreed to deliver above their Local Housing Need.

And I can announce today that we have just agreed a deal with the West Midlands to have committed to deliver 215,000 homes by 2030-31, facilitated by a £100 million grant from the Land Remediation Fund.

And my Right Honourable Friend the Housing Minister will make further announcements on the over the next few days on the Housing Infrastructure Fund.

We will more than double the size of the Housing Growth Partnership with Lloyds Banking Group to £220 million, to help providing additional finance for small builders.

And London will receive an additional £1.7 billion to deliver a further 26,000 affordable homes, including homes for social rent, taking total affordable housing delivery in London to over 116,000 by the end of 2021-22.

Mr Speaker, my Right Honourable Friend for West Dorset has outlined his initial findings on the gap between planning permissions granted and housing completions.

In a letter which I have placed in the Library of the House.

And I look forward to his full report at the Budget.

And I am delighted to inform the House that an estimated 60,000 First Time Buyers have already benefited from the Stamp Duty relief I announced at the

Autumn Budget.

[political content removed]

In the Autumn, we published a paper on taxing large digital businesses in the global economy.

And today we follow up with a publication that explores potential solutions.

And I look forward to discussing this issue with G20 Finance Ministers in Buenos Aires at the weekend.

We also publish a call for evidence on how online platforms can help their users to pay the right amount of tax.

We will consult on a new VAT collection mechanism for online sales.

To ensure that the VAT consumers pay actually reaches the Treasury.

And we will call for evidence, too, on how to encourage cashless and digital payments, while ensuring cash remains available to those who need it.

Mr Speaker.

This government is determined that our generation should leave the natural environment in a better state than we found it.

And improve the quality of the air we breathe.

So we will publish a call for evidence on whether the use of non-agricultural red diesel tax relief contributes to poor air quality in urban areas.

And following our successful intervention to incentivise green taxis, we'll help the Great British White Van driver go green with a consultation on reduced VED rates for the cleanest vans.

And follow up on the vital issue of plastic littering and the threat to our oceans.

With a call for evidence to support us in delivering on our vow to tackle this complex issue.

It will look at the whole supply chain for single use plastics.

At alternative materials.

Reusable options.

And recycling opportunities.

And it will look at how the tax system can help drive the technological progress and behavioural change we need.

Not as a way of raising revenue.

But as a way of changing behaviour.

And encouraging innovation.

We'll commit to investing to develop new, greener, products and processes.

Funded from the revenues that are raised.

And as a downpayment Mr Speaker, we'll award £20m now from existing departmental budgets to businesses and universities, to stimulate new thinking and rapid solutions in this area during the call for evidence.

Mr Speaker,

We are delivering on our plan.

With a balanced approach.

Restoring the public finances.

Investing in our economy and our public services.

Raising productivity through our modern industrial strategy.

Building the homes our people need.

Tackling the environmental challenges that threaten our future.

Embracing technological change, seizing the opportunities ahead.

As we build our vision of a country that works for everyone.

An economy where prosperity and opportunity are in reach of all.

Wherever they live.

Whatever their gender, colour, creed or background.

Where talent and hard work alone determine success.

A beacon of enterprise and innovation.

An outward looking, free-trading nation.

One that is confident that our best days lie ahead of us.

A force for good in the world.

A country we can all be proud to pass on to our children.

And, I commend this statement to the House.

News story: Transport Secretary welcomes next step in £1.7 billion fund to transform local journeys

City regions across England are being invited to bid for funding from the £1.7 billion Transforming Cities Fund to help boost local economies.

The money is a key part of delivering the government's <u>Industrial Strategy</u> by supporting ambitious and innovative transport projects that will increase productivity and crack down on congestion.

Transport Secretary Chris Grayling has welcomed the announcement by the Chancellor of the Exchequer, Philip Hammond, today (13 March 2018) who said city regions will be able to submit a proposal to government, helping identify those with the strongest case for investment.

Up to 10 English city regions will then be selected to work with the Department for Transport to co-develop a strong package of proposals. These will focus on improving public and sustainable transport links to centres of employment and driving up productivity.

Today's announcement is the next step in the £1.7 billion Transforming Cities Fund, <u>launched as part of the Industrial Strategy at the Autumn Budget 2017</u> to address weaknesses in city transport systems in order to increase access to jobs and prosperity. This investment is part of the government's £31 billion <u>National Productivity Investment Fund</u> aimed at improving productivity, which is key to raising living standards.

The fund will support new local transport links, particularly for those struggling to travel between city centres and suburban areas. Proposals will be accepted from local transport authorities outside London who represent a city region with a workday population of around 200,000 or more people.

The first £840 million of the fund has already begun to be allocated, with 6 Mayoral Combined Authorities empowered to deliver schemes that will make commuter journeys faster, better and safer.

The 6 Mayoral Combined Authorities are:

- West Midlands £250 million
- Greater Manchester £243 million
- Liverpool £134 million
- West of England £80 million
- Cambridge and Peterborough £74 million
- Tees Valley £59 million

Today's announcement forms part of the Industrial Strategy which sets out a long term plan to build a Britain fit for the future through a stronger, fairer economy. Through the strategy, the government is helping businesses to

create better, higher-paying jobs — setting a path for Britain to lead in the high-tech, highly-skilled industries of the future.

To ensure taxpayer money is being invested in the right areas, the government set out 4 grand challenges in its Industrial Strategy — priority areas and industries the UK is determined to be at the forefront of in the future. Through the <u>future of mobility grand challenge</u> the government is committed to radically improving the way in which people, goods and services are able to move around the country.

Today the government is opening a call for proposals for non-mayoral city regions to access the £1.7 billion Transforming Cities Funds with a deadline of no later than the 8 June 2018.

News story: Nuclear experts cause Big Bang at national science fair

With over 70,000 visitors expected over the show's four days — March 14 to 17 — the Big Bang Fair aims to show young people the opportunities related to science, technology, engineering and maths.

Exhibiting in a dedicated 'nuclear zone', the Nuclear Decommissioning Authority (NDA) and Radioactive Waste Management (RWM) have teamed up to feature some of the latest technologies and opportunities from the nuclear sector.

Visitors will also find out more about how we deal with our nuclear legacy, the latest science and technology that is being adopted and the role young people will play in the industry in the future.

Visitors will get the chance to try out the cloud chamber, immerse themselves in a digital world of nuclear waste storage and decommissioning, play the banana radiation game and operate a robotic arm to fill up radioactive waste storage containers.

There will also be competitions, quizzes and demonstrations, and pupils will have the chance to talk to nuclear experts about routes into the industry, careers and qualifications.

The event, held at Birmingham's NEC, will feature presentations, hands-on activities and demonstrations from around 200 exhibitors.

Jacq Longrigg, Head of Skills at the NDA, said:

Big Bang Fair is one of the biggest science and engineering events of the year. We're really keen to get involved with the event and

see it as a great opportunity to engage with some of our future workers.

It is crucial that we promote the nuclear industry and all the opportunities it has to offer, so we can fill any future skills gaps and successfully deal with decommissioning and clean for years to come.

Through our STEM-related activities, and expert advice on offer at Big Bang, we hope to inspire the next generation into nuclear careers.

Professor Cherry Tweed, RWM's Chief Scientific Advisor, added:

Our team of scientists and engineers are really looking forward to stepping out of their day jobs and meeting the young people who might choose to follow them on our journey to help protect people and the environment.

RWM, in a joint effort with the NDA, will showcase a variety of interactive exhibits, games, challenges, plus virtual reality video and animated GIFs, all of which will help bring nuclear science to life for the next generation of scientists.

<u>Speech: Foreign Secretary's remarks on</u> <u>the use of a nerve agent in Salisbury:</u> <u>13 March 2018</u>

The first thing is to get over to our friends and partners exactly what has happened, and that's what we've been doing today. As the Prime Minister explained yesterday, this is a brazen attempt to murder people — innocent people — on UK soil. The policeman is still in hospital.

It's overwhelmingly likely, or highly likely that the Russian state was involved. And the use of this nerve agent would represent the first use of nerve agents on the continent of Europe since the Second World War.

Clearly what we're doing today is giving Russia until midnight tonight to explain how it came to be that Novichok was used on the streets of Wiltshire. If they can come up with a convincing explanation then obviously we will want to see full disclosure of that to the <u>Organisations for the Prohibition of Chemical Weapons</u> in The Hague.

If not, then clearly we will want to be announcing the UK response, and that would come tomorrow. In the meantime, what we've been doing is talking to friends and partners, explaining what we see as the high likelihood of Russian State agency.

I've been very encouraged so far by the strength of the support that we are getting. I think in particular from President Macron of France, Sigmar Gabriel, my German counterpart, and from Washington, where Rex Tillerson last night made it very clear that he sees this as part of a pack of increasingly disruptive behaviour by Russia — the reckless use of chemical weapons that stretches from Syria to the streets of Salisbury. I've been encouraged by the willingness of our friends to show support and solidarity.

It's important that we wait until the deadline has passed. You've got to do this correctly. We've given the Russians until midnight to explain how the Novichok could have come to be on the streets of Britain. We cannot exclude that they have an explanation and we will want a full disclosure to the chemical weapons watchdog in the Hague. If not, there is a package of measures that we would use.

It is very important that people understand the gravity of what has happened and the outrage that the British government feels about the use of nerve agents, use of chemical weapons, against innocent members of the public, against an innocent police officer, on UK soil. We will make sure that our response is, as I told the House last week, commensurate but robust.