

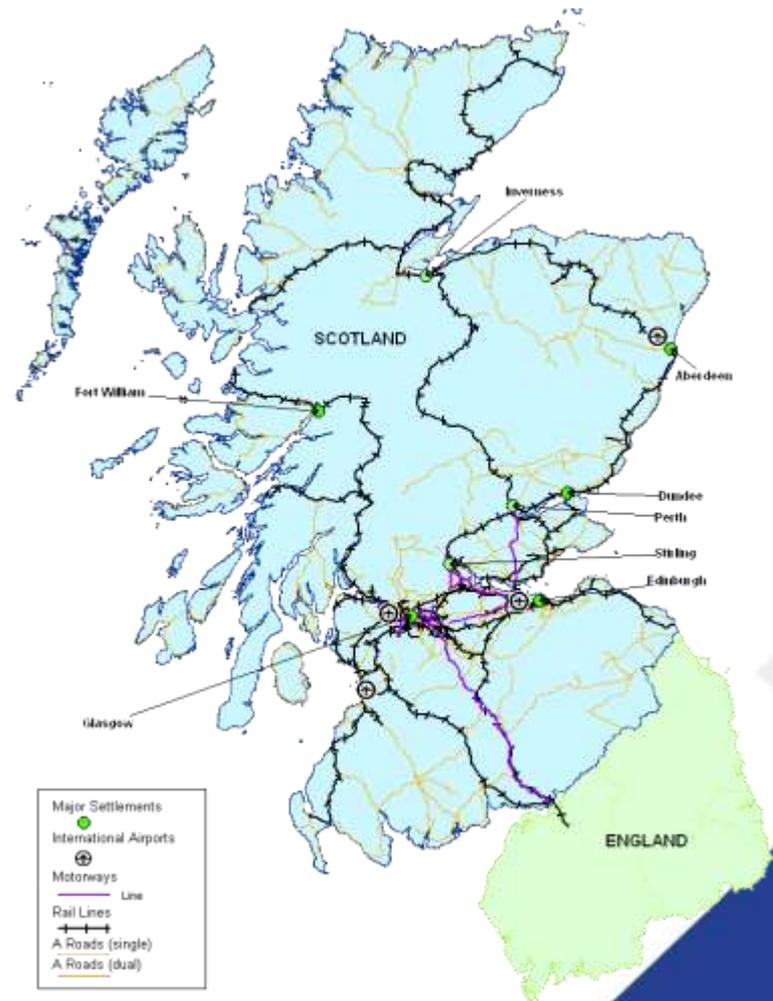
The Future of Rail in Scotland

11th September 2013

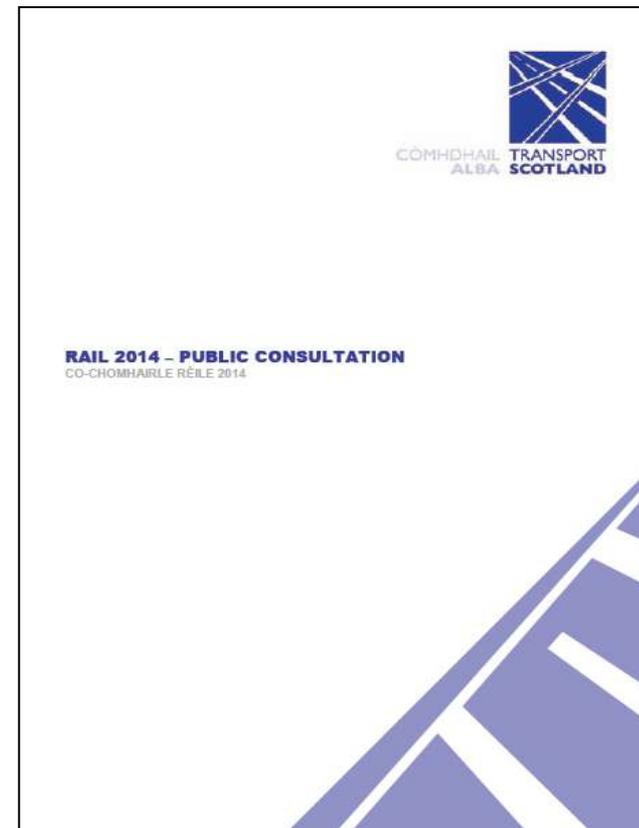


Scottish Rail Network

- 2,759 route km (11% of GB Railway)
- 25% electrified
- 357 stations
- 83m passenger journeys (per annum)
- 91% PPM (latest)
- 90% satisfaction
- £837m subsidy



Rail 2014: The Opportunity



Key Themes

- Quality of rolling stock for longer-distance journeys
- Affordable and simple fares
- Location of stations
- Integration with other modes
- Desire for through trains
- Provision of better passenger information
- Less fragmentation and more integration in the industry

High Level Output Statement (HLOS)

- Commits over £3 billion capital investment in the rail infrastructure (2014-2019)
- Delivery of EGIP Phase 1 and the Borders Railway, and further enhancements on the Highland Main Line and between Aberdeen and Inverness
- Rolling programme of electrification
- Separate funding streams for freight, network improvements and stations
 - 5% PPM and improved journey times

High Level Franchise Statement

- Two franchises: Scotrail and Sleeper
- The Scotrail Franchise will be let for a term of up to 10 years (option to terminate at or after 5th anniversary)
- The Sleeper Franchise will be let for 15 years
- A deeper alliance encouraged between Network Rail and Franchisee

ScotRail Franchise Objectives

- Value for Money
- Increased alignment with and within the industry
- Exploitation of Utility and Capacity
- Improve Journey Times and Connectivity
- Manage Change Efficiently
- **Improve Passenger Satisfaction**
- Increase Environmental Performance
- Increase Accessibility

Fares

- Action already taken to address split ticketing fare anomalies
- Fares will be set within a regulated fares framework, at a maximum of RPI for peak services, and RPI – 1% in the off-peak
- The Franchisee will be encouraged to look at a more innovative fares approach in the off-peak to encourage patronage growth
- There will be a patronage metric to measure growth in off-peak patronage

On-Board Passenger Experience



The Franchisee will be required to:

- Improve the comfort and suitability of longer distance trains on the Inter City network
- Demonstrate options to improve provision for tourists on the West Highland and Kyle of Lochalsh routes
- Equip all trains with Wi-fi capability by 2019
- Procure Rolling Stock for EGIP, and subsequent electrification programmes

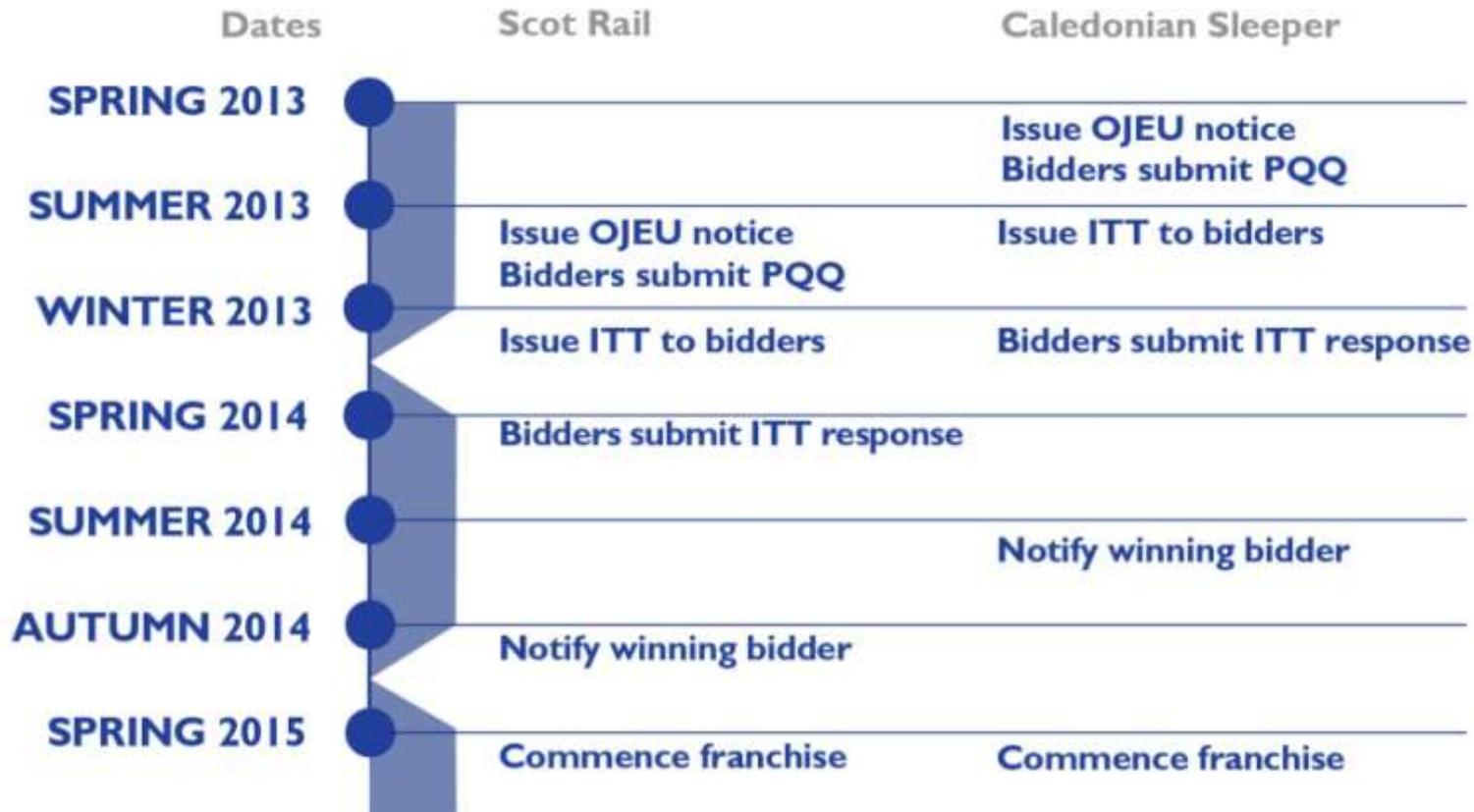
Transport Integration

- Specification of a minimum level of transport integration with other modes (ferries, air, buses, car parking, cycling and walking)
- Improve rail-to-rail connections at key nodes, including first and last connections to and from London
- Encourage cycling to and from stations
- Play a key role in securing further integration over the term of the Franchise

Sleeper Franchise Objectives

- Deliver a compelling product improvement to provide transformed passenger experience
- Improve station facilities at Key Stations
- Support integrated onward connections
- Deliver better value for Transport Scotland and/or customers
- Improve marketing and retailing to grow patronage
- Achieve an internationally renowned service that is emblematic of the best of Scotland

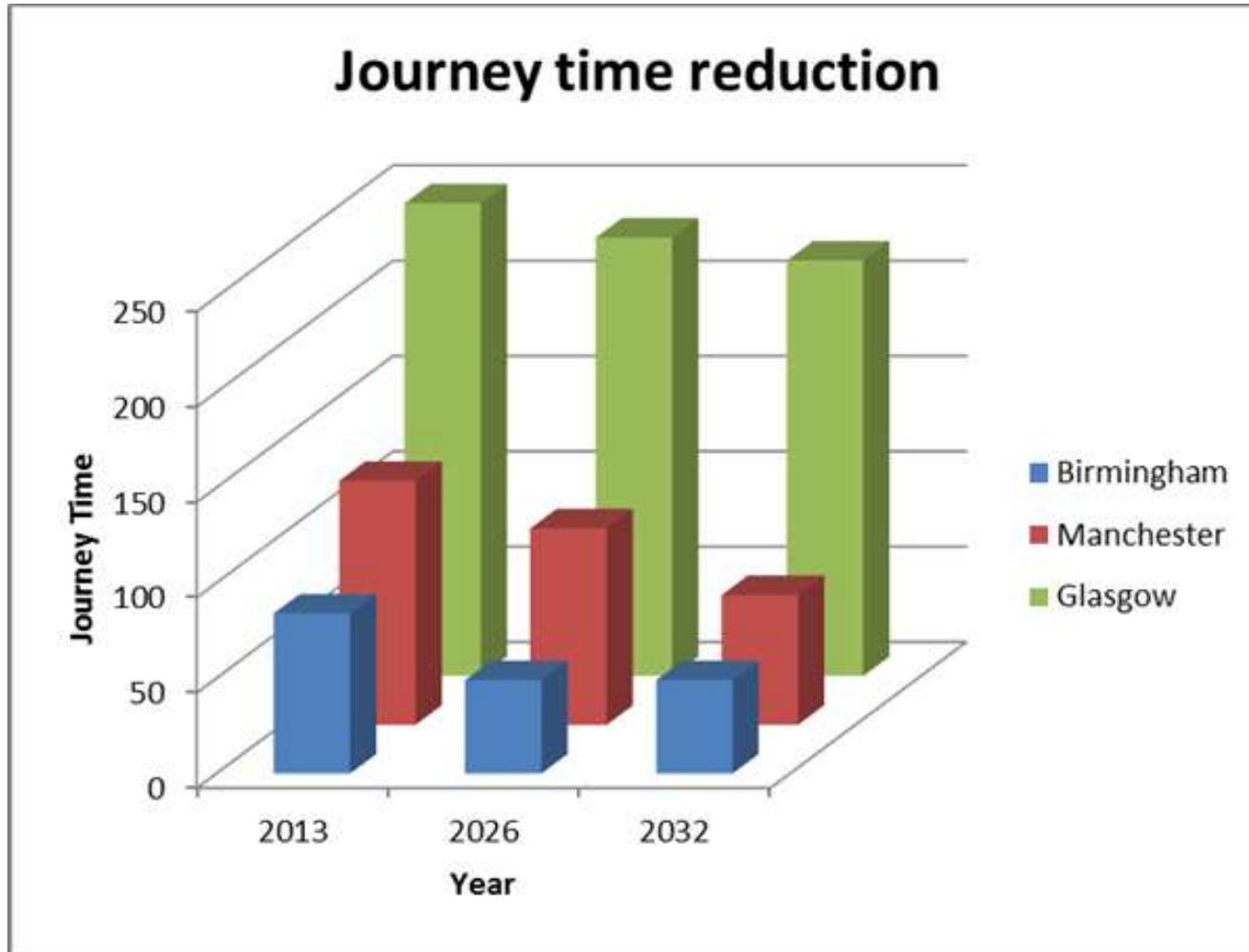
Franchise Renewal Programme



Published HS2 Network



HSR – Scotland – journey time comparisons



The Potential Early Build in Scotland



- Linking central belt to the West Coast Main Line south of Carstairs
- Linking Edinburgh to Glasgow with faster journey times
- Capacity release from existing railways as part of wider Scotland strategy
- Business case next Spring
- High Speed Rail Scotland Group continues

Questions and discussion

