

## Department for Transport delivers more grant funding to transport freight by rail

The Department for Transport has made the following awards from the Sustainable Distribution Fund following the June 2010 Bid Round. This round includes provisional grants under the new Mode Shift Revenue Support scheme, which is expected to run from 1 April 2010 until 31 March 2015. This funding, for carrying freight by rail and water that would otherwise be carried by roads, will help remove over 55,000 lorry journeys from the UK road network in 2010-11 and over 640,000 in 2011-12.

1. The new awards of Mode Shift Revenue Support scheme for 2010/11 funding have been made to:

Grant Recipient	Scheme	Traffic Flows	Contract Value (£)
			<b>10/11</b>
DB Schenker	MSRS (B)	Scunthorpe – Hayange	19,316
John G Russell	MSRS (I)	1 - 8	13,431
GB Railfreight	MSRS (I)	2 – 14	41,250
GB Railfreight	MSRS (I)	2 – 14	29,000
GB Railfreight	MSRS (I)	2 – 5	55,088
GB Railfreight	MSRS (I)	2 – 5	16,830
Freightliner	MSRS (I)	1 – 11	29,483
Freightliner	MSRS (I)	1 – 14	50,895
Freightliner	MSRS (I)	1 – 15	60,076
Freightliner	MSRS (I)	2 – 1	72,326
Freightliner	MSRS (I)	2 – 4	32,500
Freightliner	MSRS (I)	2 – 5	29,888
Freightliner	MSRS (I)	2 – 5	48,895
Freightliner	MSRS (I)	2 – 14	31,515
Freightliner	MSRS (I)	2 – 14	11,658
Freightliner	MSRS (I)	2 – 15	30,660
Freightliner	MSRS (I)	11 – 8	20,533
Freightliner	MSRS (I)	11 – 13	20,659
Freightliner	MSRS (I)	17 – 13	49,167
Freightliner	MSRS (I)	17 – 14	139,019
Freightliner	MSRS (I)	18 – 11	28,476
Freightliner	MSRS (I)	18 – 14	97,111
Freightliner	MSRS (I)	18 – 15	103,291
<b>Total</b>			<b>1,031,067</b>

2. Awards of Mode Shift Revenue Support for 2011/12 have been made to:

Grant Recipient	Scheme	Traffic Flows	Contract Value (£)
			<b>11/12</b>
DB SCHENKER	MSRS (B)	Halewood – Southampton	30,454
DB SCHENKER	MSRS (B)	Oxford – Purfleet	116,200
DB SCHENKER	MSRS (B)	Dagenham – Garston	24,293
DB SCHENKER	MSRS (B)	Dagenham – Mossend	173,785
DB SCHENKER	MSRS (B)	Immingham – Wolverhampton	78,698
DB SCHENKER	MSRS (B)	Goole – Wolverhampton	52,299
DB SCHENKER	MSRS (B)	New Cumnock – Caudon	22,050
DB SCHENKER	MSRS (B)	Thorney Mills – Appleford	76,275
DB SCHENKER	MSRS (B)	Immingham – Carlisle	10,800
DB SCHENKER	MSRS (B)	Battersea – Chatham	11,475
DB SCHENKER	MSRS (B)	Maltby – Ketton	9,923
DB SCHENKER	MSRS (B)	Immingham – Bridgnorth	10,206
DB SCHENKER	MSRS (B)	Trostre – Tilbury	134,145
DB SCHENKER	MSRS (B)	Novara – Hams Hall	185,724
DB SCHENKER	MSRS (B)	Swindon – Gent	54,415
DB SCHENKER	MSRS (B)	Valencia – Dagenham	30,600
DB SCHENKER	MSRS (B)	Scunthorpe – Hayange	111,193
DB SCHENKER	MSRS (B)	Padova – Hams Hall	65,848
DB SCHENKER	MSRS (B)	Duisburg – Widnes	130,712
DB SCHENKER	MSRS (B)	Dove Holes – Bury St Edmunds	10,560
DB SCHENKER	MSRS (B)	Dove Holes – Wissington	32,760
DB SCHENKER	MSRS (B)	Dove Holes – Dereham	61,600
DB SCHENKER	MSRS (B)	Dove Holes – Norwich	12,087
DB SCHENKER	MSRS (B)	Dove Holes – Lincoln	21,406
DB SCHENKER	MSRS (B)	Dove Holes – Great Heck	16,223
DB SCHENKER	MSRS (B)	Mendips – Eastleigh	67,742
DB SCHENKER	MSRS (B)	Mendips – Wootton Bassett	50,400
John G Russell	MSRS (I)	1 – 8	96,525
GB Railfreight	MSRS (I)	2 – 14	1,766,361
GB Railfreight	MSRS (I)	2 – 5	386,397
GB Railfreight	MSRS (I)	3 – 11	184,680
GB Railfreight	MSRS (I)	1 – 11	200,160
DB SCHENKER	MSRS (I)	3 – 6	202,398
DB SCHENKER	MSRS (I)	13 – 1	50,256
DB SCHENKER	MSRS (I)	2 – 5	162,657
DB SCHENKER	MSRS (I)	6 – 8	70,342
DB SCHENKER	MSRS (I)	17 – 14	783,732
DB SCHENKER	MSRS (I)	1 – 5	85,800

Grant Recipient	Scheme	Traffic Flows	Contract Value (£)
DB SCHENKER	MSRS (I)	2 – 14	608,420
DB SCHENKER	MSRS (I)	14 – 8	174,814
Freightliner	MSRS (I)	1 – 11	25,181
Freightliner	MSRS (I)	1 – 14	232,081
Freightliner	MSRS (I)	1 – 15	233,388
Freightliner	MSRS (I)	2 – 1	152,956
Freightliner	MSRS (I)	2 – 4	32,500
Freightliner	MSRS (I)	2 - 5	581,999
Freightliner	MSRS (I)	2 – 14	2,835,388
Freightliner	MSRS (I)	2 – 15	315,000
Freightliner	MSRS (I)	11 – 8	26,349
Freightliner	MSRS (I)	11 – 13	37,186
Freightliner	MSRS (I)	17 – 13	66,651
Freightliner	MSRS (I)	17 – 14	679,882
Freightliner	MSRS (I)	18 – 11	279,048
Freightliner	MSRS (I)	18 – 14	238,712
Freightliner	MSRS (I)	18 – 15	174,168
Freightliner	MSRS (I)	1 – 5	218,130
Freightliner	MSRS (I)	1 – 11	210,000
Freightliner	MSRS (I)	17 – 11	1,438,500
Freightliner	MSRS (I)	18 – 5	332,752
<b>Total</b>			<b>14,484,286</b>

The following awards relate to the transport of aggregates:

Grant Recipient	Scheme	Traffic Flows	Contract Value (£)	
			<b>10/11</b>	<b>11/12</b>
DB Schenker	MSRS (B)	Cricklewood – Harlow	20,300	16,965
DB Schenker	MSRS (B)	Shap Fell - Scunthorpe	40,260	20,130
Freightliner	MSRS (B)	Croft – Brierley Hill	35,700	17,850
Thames Shipping	MSRS (B)	Fingringhoe – Silvertown	42,000	
<b>Total</b>			<b>14,361</b>	<b>54,945</b>

2. It should be noted that the awards listed in this table are provisional maxima. In some cases, the award may not lead to a contract; in others, the amount agreed in contract may be lower than the accepted bid. Furthermore there is no guarantee that traffic contracted in any round will continue to operate.

3. The traffic moved under each MSRS contract is closely monitored. Where traffic levels have been lower than those in the grantees' contracts, reductions to the contract have been made. This process ensures the effective control of the budget and maximizes the amount of benefit that can be purchased through the scheme.

4. The Department for Transport is currently running two schemes that facilitate the purchase of the environmental and social benefits that result from using rail or water transport instead of road. These are:

- **Mode Shift Revenue Support (MSRS) scheme (formerly Rail Environmental Benefit Procurement):** assists companies with the operating costs associated with running rail freight transport instead of road (where rail is more expensive than road). Since September 2009 this scheme has also been open to inland waterway traffic.
- **Waterborne Freight Grant scheme (WFG):** assists companies with the operating costs, for up to three years, associated with running water freight transport instead of road (where water is more expensive than road).

5. Applications for the Department's freight grant schemes are prioritised in a bid round process. Further details on bid rounds are available on the Department's website. Guidance and application forms are available on the Freight Best Practice website at [www.freightbestpractice.org.uk](http://www.freightbestpractice.org.uk)