

Hull and East Yorkshire LEP Board  
Investment Programmes  
Thursday 25th November 2021  
Report by Karen Oliver-Spry  
Paper B

## 1. Summary

1.1. This report provides a summary of delivery progress of the Getting Building Fund to 30th September 2021 (Q2 reporting period).

## 2. Recommendations

2.1. That the Board notes the latest progress report.

## 3. Delivery report

3.1. This delivery report reflects the situation at the last complete quarterly claim period to end of September 2021 (Q2). A summary of the programme can be found at Annex 1, updated to reflect the allocation changes agreed by the Board in September. Progress dashboards for spend and output delivery are included at Annex 2.

3.2. Projects continue to progress with all projects having submitted claims and output delivery starting to be seen, with progress being made in achieving jobs and completed road/cycleway. It should be noted that delivery of outputs such as houses will be achieved over a period of several years following investment and limited progress will be seen over coming months.

3.1. Four of the seven projects have now claimed all of their GBF allocations in full. Although projects have experienced some slippage from their original business case position, the accountable body has been able to address slippage/reprofiling through use of capital switching freedoms and flexibilities. Just one project has experienced significant slippage (HEY Cycle Route Delivery) but no projects have flagged any serious cause for concern. Further details are below under Risk Management. The programme delivery team continues to work with all projects, but especially those flagging higher delivery risks to ensure timely programme delivery.

## 4. Risk Management

Project	Delivery Risk	Actions
Hull & East Yorkshire Cycle Route Delivery Programme	Slippage to works on Beverley Road will now take 18 months due to an overwhelming demand for	GBF remains profiled to be delivered in this financial year (backloaded to Qtrs 3-4)

	“permits” to work on the public highway and also the demolition of the Brunswick Arcade which directly fronts onto Beverley Road within the vicinity of the cycle lane works.	but match spend will now be achieved in the next financial year.  <b>Programme delivery team to monitor</b>
Delivering Housing Growth (3)	Delays caused due to issues with land transfer to Northern Powergrid for the substation. It is understood that work will slow due to having to work around the utilities but that solutions have been agreed.  Section 278 works to change the location of the access road opening could slip into next financial year depending on subcontractor availability.	Project team still believes that completion by the 31/03/2022 is achievable if the subcontractor can start in November, although spend is now backloaded to Qtrs 3-4.  <b>Programme delivery team to monitor</b>
Managed Workspace Programme B – Bespoke and Boulevard	Delivery slippage due to discovery of Japanese Knotweed on site – this is currently expected to lead to delays of just 2-3 weeks.	Revised programme of works and profiling expected as part of the Qtr.2 claim.  <b>Programme delivery team to monitor</b>
Growing Hull and East Yorkshire	Delays in committing final funding / businesses drawing down grant awards due to supply chain issues.	<b>Programme delivery team to monitor</b>

4.1. As per the Qtr.2 returns the overall spend profile for GBF was as follows:

	Contracted	2020/21	2021/2022				Total
			Qtr.1	Qtr.2	Qtr.3	Qtr.4	
GBF	£13,400,000	£4,576,850	£2,032,979	£979,412	£3,133,578	£2,677,180	£13,400,000

## 5. Delivery Costs

- 5.1. There is no call on the HEY LEP's core budget to support delivery of the Investment programmes at the current time. However, there will be ongoing programme monitoring requirements to at least 2025.
- 5.2. The Investment Programmes team is currently funded to 31<sup>st</sup> March 2022 when the existing GBF programme ends. Consideration will need to be given to how ongoing monitoring requirements are met in future years.

## Annex 1 – GBF Programme Summary

<b>Project</b>	<b>Summary</b>	<b>Allocation</b>
Growing Hull and East Yorkshire	Business grant programme building on the established and successful Growing the Humber business investment programme. The scheme provides capital grants to stimulate growth in SME businesses.	£1.7m
Hull and East Yorkshire Highways Resilience Programme	Second phase of a programme that was previously funded through the York, North Yorkshire & East Riding LEP Growth Deal as a DfT retained scheme which has been expanded to cover neighbouring Hull.	£2m
RaisE Business centre and Innovation Hub	RaisE Business Centre and Innovation Hub will be adjacent to the Siemens Mobility train factory on the Goole 36 Enterprise Zone. It will provide high-tech managed workspace and R&D facilities in manufacturing, engineering, and rail supply chains, and is being developed in partnership with Siemens Mobility and the UK Rail Innovation Network (University of Birmingham).	£1m
Delivering Housing Growth Programme – Ings and Wawne 2	Extension of the existing, successful Delivering Housing Growth in Hull programme, previously part-funded through LGF. Investment will deliver new spine roads, electricity supplies and drainage to accelerate delivery on two key housing sites.	£4.8m
Hull and East Yorkshire Cycle Route Delivery Programme	Programme of cycle infrastructure upgrade and provision of new cycle facilities where there are gaps in the network across the City of Hull and adjoining urban areas of East Riding of Yorkshire.	£2.7m
Managed Workspace Programme A - Grovehill	A new and improved managed workspace offer to meet demand and stimulate economic recovery at the Grovehill site near Beverley.	£0.5m
Managed Workspace Programme B – Bespoke and Boulevard	A package of new and improved managed workspace offers to meet demand and stimulate economic recovery in Hull.	£0.5m

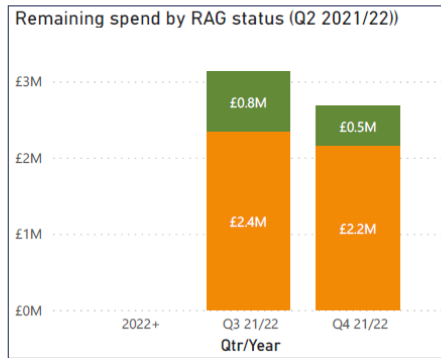
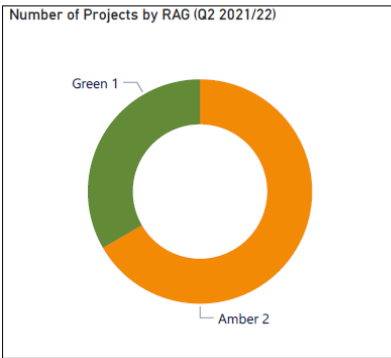
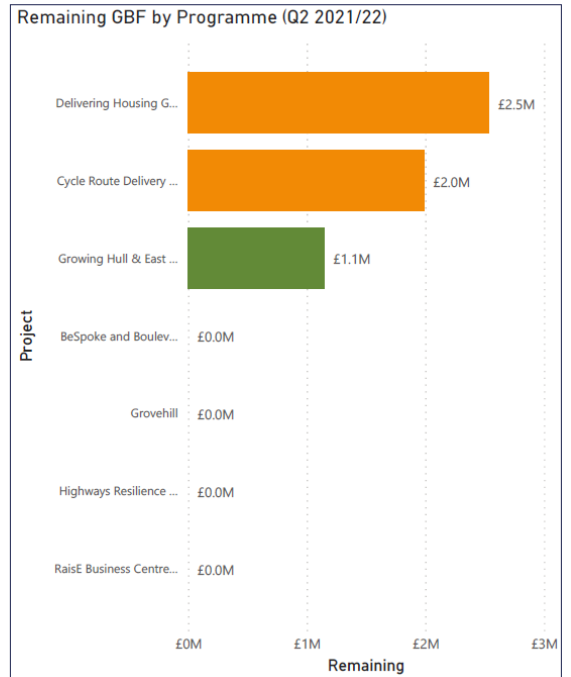
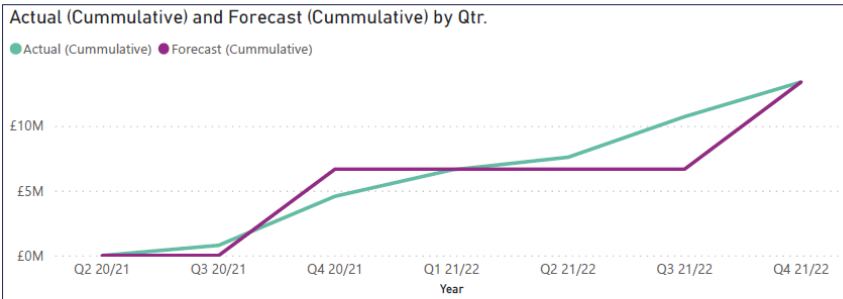
<p>Programme Management</p>	<p>Resource to ensure the robust management and administration of the programme. The programme is managed and monitored by the LEP's experienced Investment Programme Team, with support from officers of the Accountable Body</p>	<p>£0.2m</p>
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# Annex 2 – Q2 spend and output dashboards (to 30<sup>th</sup> September 2021)

## Getting Building Fund (GBF) spend status overview - to end Q2 2021/22

October 2021

Total GBF	Spent	Profiled	Unallocated	Projects	Completed	In Delivery	In Appraisal
£13.40M	£7.59M	£5.81M	£0	7	4	3	0



## Getting Building Fund (GBF) Outputs (Q2 2021/22)

October 2021

Match Funding	Jobs (Direct/ Safeguarded/ Apprenticeships)	Construction Jobs	Businesses Assisted	Houses Unlocked	Commercial Floorspace (m <sup>2</sup> )	Roads/Cycle Lanes/Walkways (km)	Public Realm/Green Space Created (Ha)
£8.38M	91.00	151.60	41.00	0	3.61K	8.35	0.00

