

1. Summary

1.1. This report updates the Board in relation to the legacy capital programmes: Getting Building Fund (GBF), Local Growth Fund (LGF) and the Growing Places Fund (GPF).

2. Recommendations

2.1. That the Board notes the latest progress report.

3. Report

3.1. This delivery report reflects the situation at the last complete quarterly claim period for LGF/GBF to end of September 23 (Q2).

3.2. Remaining projects are continuing to progress well, claims and output delivery is submitted alongside progress update written reports. Satisfactory progress is being made in achieving jobs and completed road/cycleway.

3.3. It should be noted that delivery of outputs such as houses unlocked, are expected to be delivered beyond 2025.

3.4. Hull and Easy Yorkshire Cycle Route delivery is now complete. The changes included:

- The installation of controlled pedestrian crossing facilities across Beverley Road and Queens Road.
- Cycle lanes through the junction, connecting the existing northbound and southbound cycle lanes. Cycle lanes through the junction, connecting the existing northbound and southbound cycle lanes.
- Repairs to the raised beds on the north-eastern side of Beverley Road



A view of the new look pedestrian crossing.

Hull CC are still looking to develop some additional works on Chanterlands Avenue and Bricknell Avenue. This will include public realm work and the proposal of a 20mph speed limit. These works did not form part of the original contract for the City Centre to Cottingham route, but these remain part of the commitment from HCC in terms of delivering cycle infrastructure.

GBF Programme summary – Annex 1

4. Risk Management

Project	Delivery Risks	Actions
Hull & East Yorkshire Cycle Route Delivery Programme	Project completed.	GBF was defrayed in full by Qtr. 4 - 2022. The remaining match of £76,065 has now been defrayed in October 23. Construction Jobs outputs were exceeded by 6. Project completed.

5. Local Growth Fund – Outstanding delivery

- 5.1. All LGF expenditure has now been defrayed (£131,708,985).
- 5.2. The Investment Programme Team at the HEY LEP continues to monitor progress relating to both match expenditure and output delivery.
- 5.3. Stoneferry Road – outstanding defects have been addressed – final retention payment due Nov 23.
- 5.4. Priory Park – completed May 23.
- 5.5. The Central Cleethorpes Regeneration Programme is not yet physically/financially (match) complete and progress updates will remain with HEY LEP until it is so. A market engagement event has been held and a minor amendment to the planning application has been submitted with a tender documentation being finalised. Outputs and match spend have been delayed further, contract mobilisation will now be Jan – Mar 2024 with construction commencing April 2024. On going monitoring is in place by the investment team.

The proposed development comprises a new iconic building of 738 sq m (7,940 sq ft) approx. situated over three floors, with accommodation from 123 sq m (1,323 sq ft) approx. together with extensive balcony areas to all three floors.



5.6. Holderness Drain site - all the discharge pipework, windscreen cleaner, four pumps and tidal door spindles/hinges have been successfully installed. Overall works are due to complete on the 8th November, further slight delays due to the bad weather. Outputs and match spend continue to be monitored.



5.7. Brough Relief Road – Hedge planting was missed being completed in the correct 'bare root season' this will now be achieved in Nov 23. High proportion of remaining match will be submitted in Qtr. 4 23/24. Retention payment on the works contract is due March 2025. Close monitoring of outputs and match continues.

5.8. Delivering Housing Growth (2), match continues to be claimed on a quarterly basis. Expected completion 2029.

5.9. As previously discussed, a significant number of outputs will be delivered throughout the programmes after 2025 - primarily skills qualifications, houses and commercial floorspace. The sum of total outputs expected v to date by LGF projects in the HEY LEP region are as follows:

Local Growth fund	Profiled outputs	Actual outputs to date
Houses completed	3,269	2,464
Jobs/Safeguarded Jobs	6,886	8,569
Apprenticeships	977	841
New Learners Assisted	12,496	14,884
Commercial Floorspace created	25,998 m ²	8,668 m ²
Commercial Floorspace occupied	32,215 m ²	8,934 m ²

6. Growing Places Fund – (GPF)

- 6.1. The HEY LEP Board have committed to disseminating £3.25m from the HEY LEP's Growing Places Fund to continue the 3-year business support programme to March 2025.
- 6.2. £0.45m from this allocation is ring-fenced to cover programme management and administration, including the retention of the Investment Programme team.
- 6.3. The freedoms and flexibilities funds have now been utilised from the underspend arising from the Growing Hull and East Yorkshire programme, along with any outstanding management and administration allocation from LGF and GBF programmes, ensuring that agreed outputs/outcomes on LGF/GBF programmes are delivered and continue to be monitored by the Investment Programme Team.
- 6.4. The GPF continues to be delivered successfully delivered with all funding recommendations delegated to the HEY LEP's independent Investment Panel, Chaired by David Kilburn.
- 6.5. Full membership of the Investment Panel, along with a record of approved grants can be found here - <https://heylep.com/board-page/investment-panel>

7. Growing Places Fund – Delivery Report

- 7.1. The Growing Places Fund officially launched in April 2022 and will continue to support local SMEs with the opportunity to apply for capital investment until March 2025.
- 7.2. To date the GPF programme has received 108 Expressions of Interest. They cover a wide variety of sectors including Manufacturing, Construction, Agriculture & Horticulture, Hospitality, Retail and Wholesale.
- 7.3. GPF has currently received 58 applications with a grant ask value of £3,234,810.93.
- 7.4. To date 36 grants have been approved for award to the value of £1,759,837.90. Close monitoring of spend and outputs continues. The most recent grants awarded are:

Pro-clean Facilities Ltd – East Riding £38,997.50
Pearlgreen Engineering – Hull £60,000
Naturewall Group Ltd – Hull £90,000
Venture Business space Ltd - £750,000
- 7.5. The Investment Panel held on 19th September recommended the capital investment (GPF - £750k) for Venture Business Space (Allenby's). The main LEP Board confirmed the grant allocation at its September meeting.
- 7.6. The building is to be renamed The Monacle (formerly known as Europa House) and is situated on the corner of Ferensway; it has stood empty for many years. This £7.2m total investment has been made in partnership with the HCC Levelling Up Fund (with an allocation of £750k), its purpose is to develop Grade A office space as part of the drive to regenerate the dilapidated building as part of the Hull City centre

regeneration plan. Venture Business Space are to present this project at today's Infrastructure Board meeting.



The Monacle (formerly Europa House).

7.7. The team continue to concentrate on increased promotion of the GPF available; we are working in close partnership with the Made Smarter and Export Growth Grant (EGG) offer to deliver promotion events across the Hull and East Yorkshire region. Examples include the Goole Town Deal Event – 6th November and the Export for Manufacturers Event – 7th November.

GPF Outputs to date

	Proposed	Actual to date
Jobs Created	306	21
Floor space created m2	11,382.5	741

Safeguarded jobs are approx. 300 to date. All outputs continue to be closely monitored.

Floor space created includes the Monacle Building, which alone is over 5000 m2.

8. Delivery Costs

8.1. 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. The agreed underspend from the GBF Programme Management budget was transferred to support the Growing Places Grant/Loan Programme. GPF team will continue to monitor the requirements of the LGF and GBF Programmes until fully completed outputs and match has been achieved.

Annex 1 – GBF Programme Summary

Project	Summary	Allocation
Growing Hull and East Yorkshire	Business grant programme building on the established and successful Growing the Humber business investment programme. The scheme provided capital grants to stimulate growth in SME businesses.	£1.7m
Hull and East Yorkshire Highways Resilience	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 expanded to cover	£2m



Programme	neighbouring Hull.	
RaisE Business Centre and Innovation Hub	RaisE Business Centre and Innovation Hub is located adjacent to the Siemens Mobility train factory on the Goole 36 Enterprise Zone. It is providing high-tech managed workspace and R&D facilities in manufacturing, engineering, and rail supply chains, and was 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 continues to 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 in 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
Programme Management	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.	£0.45m

All Getting Building Funds (GBF) have been defrayed – the team continue to monitor match & outputs.