



**Black Country Executive Joint Committee**  
Dudley, Sandwell, Walsall and Wolverhampton

**REPORT OF THE CITY DEAL AND GROWTH DEAL ADVISORY BOARD**

**TO**

**BLACK COUNTRY EXECUTIVE JOINT COMMITTEE**

**ON**

**22 June 2016**

**Black Country Local Growth Deal – CHANGES TO THE GROWTH FUND PROGRAMME**

**Approval of the updated Project Expenditure and Outputs**

---

<b>Key Decision:</b>	<b>Yes</b>
<b>Forward Plan:</b>	<b>Yes</b>

---

**1. PURPOSE OF REPORT**

- 1.1 To request that the Joint Committee grants approval for updated expenditure and output profiles for the Growth Deal projects (following the Progress Update and Output change reports considered by the Joint Committee on the 9 March 2016).
- 1.2 The recommendation detailed in this report was endorsed by the Working Group on 6 June 2016 and the Advisory Board on the 10 June 2016.

**2. RECOMMENDATIONS**

- 2.1 That the Joint Committee grants approval of updated expenditure and output profiles for the Growth Deal projects as set out in **Attachment 1**.

**3. REPORT DETAIL**

- 3.1 This report details the current position of the Growth Deal Projects approved by the Joint Committee, reflecting all changes to the Programme (Funding and Outputs) since the Progress Update and Output Change report considered and approved by the Joint Committee on the 9<sup>th</sup> March 2016.
- 3.2 The 2015/16 LGF support approved by BIS was £24.35m. The Baseline of projects being offered Grant awards by Walsall Accountable Body for 2015/16 started at £22.7m, with a gap in spend of £1.65m. Therefore to ensure full utilisation of the £24.35m LGF and address potential underspend as highlighted by projects throughout the first year of the programme, a range of additional Pipeline projects have been brought forward for LEP and Joint Committee approval, resulting in £26.78m of live projects being approved and an over-programming of around 15%.

- 3.3 Since the last update to the Joint Committee, project cashflow and output profiles have been closely monitored by the Programme Office via fortnightly status reporting. This has informed the LGF Dashboards which have continued to be presented to LEP, Working Group and the Advisory Board. The 2015/16 funding allocation of £24.35m is now fully committed. As outlined above, over-programming has been approved by the LEP Board to mitigate against the reported slippage in the original programme.
- 3.4 Regarding outputs, the current 3,734 jobs projected is close to the original target of 4,000, however there is a continued need to strengthen the Pipeline, especially for additional business assist outputs. There are 2,262 business assists currently projected against a target of 3,200. Both housing and learner assist numbers continue to exceed our target, providing a welcome contingency. In addition, we are projecting to deliver a target of 3,184 Apprenticeships by 2021.
- 3.5 The Pipeline highlights additional outputs to be delivered through future LGF funding awards over the target period to 2021.

#### **4. FINANCIAL IMPLICATIONS**

- 4.1 The costs associated with this development work and the delivery of projects that form part of the LGF will be covered by allocations from government associated with this programme. This includes the use of any interest accrued by the Accountable Body to cover costs associated with the delivery of Accountable Body functions, as approved by its (Walsall Council) Cabinet on the 29<sup>th</sup> October 2014.

#### **5. LEGAL IMPLICATIONS**

- 5.1 The appropriate Grant Agreements are being prepared by the Accountable Body (Walsall Council) and will include all conditions passed onto the LEP by Government, together with all terms, conditions, performance measures and sanctions as required by the approvals/conditions received from Government or approved by the LEP Board or the Joint Committee. The Grant Agreement Schedules will be revised and re-issued to Grantees at the beginning of the new financial year, and these changes will be included.

#### **6. RISK MANAGEMENT**

- 6.1 Risk is being managed through the on-going assessment of individual projects and their ability to deliver the required spending profiles and outcomes for the programme as required or agreed with Government and set into place by the LEP Board or the Joint Committee.

#### **7. EQUALITY IMPLICATIONS**

- 7.1 None at the time of drafting.

#### **8. CONSULTATION**

- 8.1 A completed consultation sheet supports this report.

**Back Ground papers**

Black Country Local Growth Deal (Round 1) – Progress update and Approval for Output Changes on Previously Approved – *Joint Committee Report 18<sup>th</sup> February 2015*

Black Country Local Growth Progress Update and Output Changes – *Joint Committee Report 20<sup>th</sup> January 2016*

Black Country Local Growth Progress Update and Output Changes – *Joint Committee Report 9<sup>th</sup> March 2016*

**Attachments**

Revised Growth Deal Round 1 Project Outputs and Cashflow

Requests for Approval of Change to Project by the Black Country Joint Committee

**Contact Officer & Author**

**Sarah Middleton**

Chief Executive  
Black Country Consortium  
The Deckhouse, Waterfront West  
DY5 1LW  
Email: [sarah.middleton@blackcountryconsortium.co.uk](mailto:sarah.middleton@blackcountryconsortium.co.uk)  
Telephone: 01384 471102

**Mark Lavender**

Joint Committee Programme Manager  
Walsall Council  
Civic Centre, Darwall Street, Walsall  
WS1 1TP  
Email: [mark.lavender@walsall.gov.uk](mailto:mark.lavender@walsall.gov.uk)  
Telephone: 01922 654772

# ITEM 13

## Attachment 1 – Revised Growth Deal Round 1 Project Outputs and Cashflow

GROWTH DEAL PROJECT		Outputs			
		Jobs	Houses	BA	LA
FAB Kit Programme	Reported	6		200	1,190
Advance Science, Engineering & Technology Centre	Reported	20		155	965
Growing Priority Sectors	Reported	600		30	14
	Change	600		30	14
Dudley Advance Construction (CABTech)	Reported	390		1,430	3,250
	Change	315		1,150	2,600
Science, Technology & Prototyping Centre	Reported	122			
	Change approved DA	122			
	Change	122			
Elite Centre Feasibility Project	Reported				
Bilston Centre Regeneration	Reported	80	340		
	Change	80	340		
Black Country Managing Short Trips Programme	Reported				
	Change approved DA				
	Change				
Woods Lane	Reported		351	14	
	Change		351	14	
Accessing Growth	Reported				
	Change				
Goscote Lane Corridor Development Programme	Reported		741	32	40
M6 Junction 10	Reported				
Growing the City Centre Cultural and Business Event Offer, Wolverhampton	Reported	112		250	2,730
	Change	107		250	2,730
Wolverhampton InterChange - Commercial Gateway Phase 2	Reported - LGF	2,258			
	Reported - LTB				
	Change - LTB				
Walsall Waterfront	Reported	190	30	3	
	Change	190	30	3	
Ruskin Mill Glasshouse Phase 3	Reported	12		10	201
City of Wolverhampton College Relocation	Reported				
Dudley Town Centre - Buildings & Sites Improvements Programme	Reported	6	5	8	
	Change	6	5	8	
A4104 Pensnett High Street	Reported				
Elite Centre for Manufacturing Skills	Reported	16		265	2,349
	Change	16		265	2,349
Chances Glassworks	Reported				
	Change				
Improving Engineering Facilities at Walsall College	Reported				759
UoW Apprenticeship Hub	Reported				
Music Institute Development Study	Reported				

Expenditure						
15/16	16/17	17/18	18/19	19/20	20/21	TOTAL
276,088						276,088
1,059,000						1,059,000
2,000,000	2,500,000	2,000,000				6,500,000
1,498,283	3,001,717	2,000,000				6,500,000
2,419,835	5,460,165					7,880,000
2,028,108	5,851,892					7,880,000
577,356	4,302,644					4,880,000
1,065,356	3,814,644					4,880,000
1,296,594	3,583,406					4,880,000
170,000						170,000
2,000,000	1,250,000					3,250,000
2,750,000	500,000					3,250,000
1,905,000	3,010,000					4,915,000
2,305,000	2,610,000					4,915,000
2,430,009	2,484,991					4,915,000
1,736,765	3,403,235					5,140,000
548,991	4,591,009					5,140,000
3,000,000	5,800,000	3,000,000	3,000,000			14,800,000
1,988,171	6,811,829	3,000,000	3,000,000			14,800,000
1,700,000	0	1,424,000	2,848,000	2,492,000	356,000	8,820,000
650,000	350,000	120,000	14,260,000	14,270,000		29,650,000
1,909,856	4,208,223	881,921				7,000,000
1,877,064	4,241,015	881,921				7,000,000
4,500,000						4,500,000
5,400,000						5,400,000
4,322,208	1,077,792					5,400,000
100,000	315,000					415,000
31,638	383,362					415,000
160,026						160,026
310,800						310,800
175,000	250,000					425,000
169,558	255,442					425,000
	3,800,000					3,800,000
	4,977,500	2,622,500				7,600,000
	5,417,500	2,622,500				8,040,000
660,000						660,000
	660,000					660,000
210,000						210,000
200,000						200,000
80,000	70,000					150,000

**ITEM 13**

Very Light Rail Development Study	Reported				
PTP IT Academy	Reported	2		145	146
Walsall College - Microsoft IT Academy	Reported				500
Pensett Estate Extension	Reported				
Parkrose industrial Estate	Reported				
	Change				
Popes Lane	Reported				
	Change				
LEP Programme Management	Reported				
	Change				
LA Programme Work & Development - Dudley	Reported				
	Change				
LA Programme Work & Development - Sandwell	Reported				
	Change				
Joint Committee Expenditure - Walsall	Reported				
	Change				
LA Programme Work & Development - Walsall	Reported				
	Change				
LA Programme Work & Development - Wolverhampton	Reported				
	Change				
Black Country Transport expenditure - Wolverhampton	Reported				
	Change				

<b>TOTAL</b>	<b>Reported</b>	<b>3,814</b>	<b>1,467</b>	<b>2,542</b>	<b>12,144</b>
<b>TOTAL</b>	<b>Change approved DA</b>	<b>3,814</b>	<b>1,467</b>	<b>2,542</b>	<b>12,144</b>
<b>TOTAL</b>	<b>Changed Total</b>	<b>3,734</b>	<b>1,467</b>	<b>2,262</b>	<b>11,494</b>

<b>KEY</b>
Reported = Position previously reported to the BCJC
Change approved DA = Change approved through Delegated Authority
Change = to be approved by Joint Committee

150,000	150,000					<b>300,000</b>
40,000						<b>40,000</b>
150,000						<b>150,000</b>
42,165						<b>42,165</b>
80,000						<b>80,000</b>
<b>73,164</b>						<b>73,164</b>
64,470						<b>64,470</b>
<b>54,301</b>	<b>10,169</b>					<b>64,470</b>
268,000	362,000	362,000				<b>992,000</b>
<b>263,049</b>	<b>362,000</b>	<b>362,000</b>				<b>987,049</b>
250,000	250,000	250,000				<b>750,000</b>
<b>142,889</b>	<b>250,000</b>	<b>250,000</b>				<b>642,889</b>
250,000	250,000	250,000				<b>750,000</b>
<b>25,384</b>	<b>250,000</b>	<b>250,000</b>				<b>525,384</b>
175,000	175,000	175,000				<b>525,000</b>
<b>123,556</b>	<b>175,000</b>	<b>175,000</b>				<b>473,556</b>
250,000	250,000	250,000				<b>750,000</b>
<b>93,602</b>	<b>250,000</b>	<b>250,000</b>				<b>593,602</b>
250,000	250,000	250,000				<b>750,000</b>
<b>179,215</b>	<b>250,000</b>	<b>250,000</b>				<b>679,215</b>
250,000	250,000	250,000				<b>750,000</b>
<b>213,042</b>	<b>250,000</b>	<b>250,000</b>				<b>713,042</b>

<b>33,419,361</b>	<b>41,633,767</b>	<b>11,835,421</b>	<b>20,108,000</b>	<b>16,762,000</b>	<b>356,000</b>	<b>113,447,549</b>
<b>34,307,361</b>	<b>40,745,767</b>	<b>11,835,421</b>	<b>20,108,000</b>	<b>16,762,000</b>	<b>356,000</b>	<b>124,114,549</b>
<b>29,806,905</b>	<b>45,027,124</b>	<b>11,835,421</b>	<b>20,108,000</b>	<b>16,762,000</b>	<b>356,000</b>	<b>123,895,450</b>