



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
20 JANUARY 2016**

**BLACK COUNTRY LOCAL GROWTH DEAL– PROGRESS UPDATE AND OUTPUT CHANGES TO THE
LOCAL GROWTH FUND PROGRAMME**

| | |
|----------------------|------------|
| Key Decision: | Yes |
| Forward Plan: | Yes |

1. PURPOSE OF REPORT

- 1.1 To update the Joint Committee on the progress made in the further development of the Growth Deal projects (following the Progress Update and Output change report considered by the Joint Committee on the 18th February 2015).
- 1.2 To present the Joint Committee with a summary of the current estimated known position for project funding and outcomes, showing the associated change recommendations to the required projects.

2. RECOMMENDATIONS

- 2.1 That the Joint Committee approves the updated project expenditure and outputs for the Growth Deal projects - as set out in Appendix 1. It should be noted that this report has been amended since the Advisory Board approval, with the amendment being the removal of the Change Request relating to Woods Lane, this is due to further discussions being required over the level of reduction.

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 since the Progress Update and Output change report considered by the Joint Committee on the 18th February 2015.
- 3.2 The key messages from the report is that we remain in touching distance of the original 4000 jobs created with a target at 3833 and 3200 business assists with a target at 2453. Where both housing and learner assist numbers continue to exceed our target, providing a welcome contingency. Officers are now working with project applicants to ensure that their forecasts outputs are captured and reported accurately.

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 29th 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.

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

N/A

Back Ground papers

Black Country Local Growth Deal (Round 1) – Progress update and Approval for Output Changes on Previously Approved – Advisory Board Report 18th February 2015.

Attachments

Revised Growth Deal Round 1 Project Outputs

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Attachment 1 – Revised Growth Deal Round 1 Project Outputs

| GROWTH DEAL PROJECT | | Outputs | | | | Expenditure | | | | | | |
|--|----------------------------|---------|--------|-------|-------|-------------|-----------|------------|------------|-----------|---------|------------|
| | | Jobs | Houses | BA | LA | 15/16 | 16/17 | 17/18 | 18/19 | 19/20 | 20/21 | TOTAL |
| FAB Kit Programme | Original | 5 | - | 740 | 1,490 | 176,000 | | | | | | 176,000 |
| | Revised | 5 | - | 190 | 1,190 | 176,300 | | | | | | 176,300 |
| | Revised & Approved Changes | 6 | - | 200 | 1,190 | 276,088 | | | | | | 276,088 |
| Advance Science, Engineering & Technology Centre | Original | 20 | - | 155 | 965 | 1,059,000 | | | | | | 1,059,000 |
| Growing Priority Sectors | Original | 600 | - | 30 | 14 | 1,910,000 | 3,820,000 | 247,500 | | | | 5,977,500 |
| | Revised | 600 | - | 30 | 14 | 2,000,000 | 2,000,000 | 2,000,000 | | | | 6,000,000 |
| CABTech | Original | 390 | - | 1,405 | 3,250 | 4,240,000 | 3,640,000 | | | | | 7,880,000 |
| | Revised | 390 | - | 1,430 | 3,250 | 2,419,835 | 5,460,165 | | | | | 7,880,000 |
| Science, Technology & Prototyping Centre | Original | 122 | - | - | - | 500,000 | 2,320,000 | 2,060,000 | | | | 4,880,000 |
| | Revised | 122 | - | - | - | 577,356 | 4,302,644 | - | | | | 4,880,000 |
| Elite Centre Feasibility Project | Original | - | - | - | - | 175,000 | | | | | | 175,000 |
| | Revised | - | - | - | - | 170,000 | | | | | | 170,000 |
| Bilston Centre Regeneration | Original | 80 | 580 | - | - | 2,000,000 | 1,250,000 | | | | | 3,250,000 |
| Black Country Managing Short Trips Programme | Original | - | - | - | - | 1,250,000 | 2,950,000 | | | | | 4,200,000 |
| | Revised | - | - | - | - | 1,200,000 | 2,921,000 | 79,000 | | | | 4,200,000 |
| | Revised & Approved Changes | - | - | - | - | 1,785,000 | 3,050,000 | 80,000 | | | | 4,915,000 |
| Woods Lane (non-pipeline) | Original | | 358 | 4 | | 2,425,000 | 2,715,000 | | | | | 5,140,000 |
| | Revised | | 351 | 14 | | 2,425,000 | 2,715,000 | | | | | 5,140,000 |
| Accessing Growth | Original | - | - | - | - | 3,000,000 | 3,000,000 | 3,000,000 | 3,000,000 | | | 12,000,000 |
| Goscote Lane Corridor Development Programme | Original | - | 735 | 11 | 40 | 1,500,000 | | | | 7,320,000 | | 8,820,000 |
| | Revised | - | 741 | 32 | 40 | 1,250,000 | 450,000 | 1,424,000 | 2,848,000 | 2,492,000 | 356,000 | 8,820,000 |
| M6 Junction 10 | Original | - | - | - | - | 650,000 | 470,000 | 14,260,000 | 14,270,000 | | | 29,650,000 |
| Growing the City Centre Cultural and Business Event Offer, Wolverhampton | Original | 100 | - | 250 | 2,730 | 1,500,000 | 3,000,000 | 2,100,000 | | | | 6,600,000 |
| | Revised | 100 | - | 250 | 2,730 | 1,509,856 | 4,208,223 | 881,921 | | | | 6,600,000 |
| Wolverhampton Interchange - Commercial Gateway Phase 2 | Original | 2,254 | - | - | - | 3,000,000 | 1,500,000 | | | | | 4,500,000 |
| | Revised | 2,258 | - | - | - | 4,500,000 | | | | | | 4,500,000 |
| Walsall Waterfront | Original | 190 | - | 3 | | 100,000 | 315,000 | | | | | 415,000 |
| | Revised | 190 | 30 | 3 | | 100,000 | 315,000 | | | | | 415,000 |

| | | | | | | | | | | | | |
|---|---------------------------------------|--------------|--------------|--------------|---------------|-------------------|-------------------|-------------------|-------------------|------------------|----------------|--------------------|
| Ruskin Mill Glasshouse Phase 3 | Original | | | 10 | 201 | 160,000 | | | | | | 160,000 |
| | Revised | 12 | | 10 | 201 | 160,026 | | | | | | 160,026 |
| Specialist Equipment for Advanced Manufacturing Technology Training | Original | 30 | | 100 | 240 | 30,000 | | | | | | 30,000 |
| | Revised | 33 | | 56 | 220 | 30,000 | | | | | | 30,000 |
| City of Wolverhampton College Relocation | Original | - | - | - | - | 311,000 | | | | | | 311,000 |
| Wolverhampton City Centre Coach facility | Original | - | - | - | - | 500,000 | | | | | | 500,000 |
| Dudley Town Centre - Buildings & Sites Improvements Programme | Original | 6 | - | 8 | - | 175,000 | 250,000 | | | | | 425,000 |
| A4104 Pensnett High Street | Original | | | | | | 3,800,000 | | | | | 3,800,000 |
| Elite Centre for Manufacturing Skills | Original | | | 365 | 3,450 | | 5,000,000 | 2,600,000 | | | | 7,600,000 |
| | Revised | 16 | | 265 | 2,349 | | 5,000,000 | 2,600,000 | | | | 7,600,000 |
| Chances Glassworks | Original | - | - | - | - | 660,000 | | | | | | 660,000 |
| Improving Engineering Facilities at Walsall College | Original | | | | 759 | 200,000 | | | | | | 200,000 |
| | Revised | | - | | 759 | 210,000 | | | | | | 210,000 |
| TOTAL | Original | 3,797 | 1,673 | 3,081 | 13,139 | 25,346,000 | 34,030,000 | 24,267,500 | 17,270,000 | 7,320,000 | - | 108,233,500 |
| TOTAL | Revised | 3,832 | 1,702 | 2,443 | 11,718 | 25,083,373 | 36,142,032 | 24,244,921 | 20,118,000 | 2,492,000 | 356,000 | 108,436,326 |
| TOTAL | Revised & Approved Changes | 3,833 | 1,702 | 2,453 | 11,718 | 25,768,161 | 36,271,032 | 24,245,921 | 20,118,000 | 2,492,000 | 356,000 | 109,251,114 |
| <i>Growth Deal Commitment</i> | | 4,000 | 1,000 | 3,200 | 7,000 | | | | | | | |
| Variance | | 167 | 351 | 761 | 4,718 | | | | | | | |

KEY

Original = Original request including any reported changes in Feb 15 to BCJC report

Revised = Revised changes to the project at grant agreement stage

Revised & Approved changes = Grant agreement plus project variation change requests