

Mayoral Combined Authority Board

21 March 2022

Programme Approvals

Is the paper exempt from the press and public?	No
<i>Reason why exempt:</i>	Not applicable
Purpose of this report:	Funding Decision
Is this a Key Decision?	Yes
Has it been included on the Forward Plan?	Yes

Director Approving Submission of the Report:

Gareth Sutton, Chief Finance Officer/s73 Officer

Report Author(s):

Sue Sykes – Assistant Director, Programme and Performance Unit

Sue.sykes@southyorkshire-ca.gov.uk

Executive Summary

This paper requests: progression of eight schemes and approval of 2 project change request subject to conditions to be set out in the Assurance Summaries.

What does this mean for businesses, people and places in South Yorkshire?

This report is seeking approval to progress business cases and enter into contract for a number of investment proposals which will support the MCA's aspirations

Recommendations

The Board consider and approve –

1. Progression of "Rotherham Parkgate" project to full approval and award of £11.55m grant to South Yorkshire Passenger Transport Executive (SYPTTE) subject to the conditions set out in the Assurance Summary attached at Appendix A1
2. Progression of "Park Hill 4" to full approval and award of £5.61m to Urban Splash (Park Hill) Limited subject to the conditions set out in the Assurance Summary attached at Appendix A2

3. Progression of “Attercliffe Waterside” scheme to full approval and award of £4.08m to Sheffield City Council (SCC) subject to the conditions set out in the Assurance Summary attached at Appendix A3
4. Progression of “Sheffield Heart of the City 2 – Block A” to full approval and award of £3m to Sheffield City Council (SCC) subject to the conditions set out in the Assurance Summary attached at Appendix A4
5. Progression of “Unity Active Travel” to full approval and award of £4.40m to Doncaster Borough Council (DBC) subject to the conditions set out in the Assurance Summary attached at Appendix A5
6. Progression of “A61 Wakefield Road Bus Corridor” to full approval and award of £13.29m to SYPTE subject to the conditions set out in the Assurance Summary attached at Appendix A6
7. Progression of “Rotherham to Kilnhurst Flood Alleviation” Scheme to full approval and award of £2m to Rotherham Metropolitan Borough Council subject to the conditions set out in the Assurance Summary at Appendix A7
8. Progression of “Sheffield Future High Streets Fund (Front Door Scheme)” from outline business case (OBC) to full business case (FBC) subject to the conditions set out in the Assurance Summary attached at Appendix B1
9. Approval of Change requests detail in Appendix C
10. Delegated authority be given to the Head of Paid Service in consultation with the Section 73 and Monitoring Officer to enter into legal agreements for the schemes covered above subject to funding being available.

Consideration by any other Board, Committee, Assurance or Advisory Panel

Assurance Panel	13 January 2022
Assurance Panel	17 February 2022
Assurance Panel	28 February 2022
Transport and the Environment Board	10 February 2022
Housing and Infrastructure Board	01 March 2022

1. Background

- 1.1 This report seeks full approval for seven housing, infrastructure and transport capital schemes. The total value of these schemes comes to £43.93m and will be resourced from previously committed grant funding.

This report further details the results of the assurance processes undertaken on one proposed capital investment scheme totalling c.£3m. to progress to the next stage of the assurance cycle.

- 1.2 **Progression of schemes to full approval and award of funding**

The report is seeking progression to full approval, contract, and award of funding for seven schemes. The total amount of funding requested is £43.03m grant for schemes located in Barnsley, Doncaster, Rotherham and Sheffield.

The assurance summaries include conditions of funding which must be met before contract execution. Further details of the schemes and risks are included in Appendix A.

1.3 Progression of schemes from OBC to FBC

The report is seeking progression from OBC to FBC for one project located in Sheffield.

The assurance summaries include conditions which must be met as part of FBC submission. Full details of the scheme and risks are included in Appendix B

1.4 Project Change Requests

In recognition of unforeseen circumstances that can arise during the project delivery phase, the approved Assurance Framework establishes a formal process for the acceptance of change requests. These change requests could be financial, requiring reprofiling of funds, or could be to amend deliverables or timescales. Details of the Change requests can be found in Appendix C.

2. **Options Considered and Recommended Proposal**

2.1 **Option 1**

Approve all recommendations.

2.2 **Option 1 Risks and Mitigations**

Approval of the unfunded business investment proposition would require a commitment being made against the MCA's 2022/23 gainshare allocation.

2.3 **Option 2**

Reject some, or all, of the recommendations.

2.4 **Option 2 Risks and Mitigations**

Rejection of some, or all, of the recommendations in this report would mean the region foregoing the forecast benefits arising from the investment and potentially also mean that the funding would be returned to government.

2.5 **Recommended Option**

Option 1

3. **Consultation on Proposal**

3.1 Discussions for these projects has continued with thematic boards during project development.

4. **Timetable and Accountability for Implementing this Decision**

4.1 Subject to the approval of the recommendations and approval by the MCA, the Head of Paid Service in consultation with the Section 73 Officer and Monitoring Officer will progress to enter into a legal agreement with the promoter.

4.2 The promoter is responsible for the further development of projects that have gateway approval to the next stage of the MCA Assurance process

5. Financial and Procurement Implications and Advice

- 5.1 The projects presented for approval today are profiled to draw down up to £29.24m from the TCF2 allocation of £166.3m, £9.69m from Brownfield Housing Fund (BHF) and up to £10m from Gainshare.

6. Legal Implications and Advice

- 6.1 The legal implications of the projects have been fully considered by a representative of the Monitoring Officer and included in the recommendations agreed within the Assurance Summaries as presented in the Appendices. Projects have taken full legal advice regarding subsidy control with legal letters supporting applications included
- 6.2 Prior to awarding the grants, the MCA shall ensure contracts are put in place to ensure the recipients comply with the grant conditions

7. Human Resources Implications and Advice

- 7.1 Not Applicable

8. Equality and Diversity Implications and Advice

- 8.1 Appropriate equality and diversity considerations are taken into account as part of the assurance of the project business cases

9. Climate Change Implications and Advice

- 9.1 A number of the schemes include new and/or enhanced active travel initiatives and improvements to public and community transport infrastructure thereby shifting private vehicle use to more sustainable modes of transport. This aims to deliver huge benefits for health and the prosperity of cities, positively contributing to the SYMCA's climate change aspirations

10. Information and Communication Technology Implications and Advice

- 10.1 Not Applicable

11. Communications and Marketing Implications and Advice

- 11.1 The approvals provide positive opportunities to highlight the difference the MCA's investments will make to people and passengers, businesses and places across South Yorkshire and how Members are taking action to support the region's recovery from COVID

List of Appendices Included

- A Progression of schemes to full approval and award of funding
A1 Assurance Summary –Rotherham Parkgate
A2 Assurance Summary – Park Hill 4

- A3 Assurance Summary – Attercliffe Waterside
- A4 Assurance Summary – Sheffield Heart of the City 2 – Block A
- A5 Assurance Summary – Unity Active Travel
- A6 Assurance Summary – A61 Wakefield Road Bus Corridor
- A7 Assurance Summary – Rotherham to Kilnhurst Flood Alleviation Scheme
- B Progression of Schemes from OBC to FBC
- B1 Assurance Summary – Sheffield Future High Street fund
- C Change Requests

Background Papers

None