

Business Recovery and Growth Board

27 October 2022

Programme Performance Report

Is the paper exempt from the press and public? No

Reason why exempt: Not applicable

Purpose of this report: Monitoring/Assurance

Is this a Key Decision? No

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):

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Executive Summary

This paper provides the Board with the latest performance information on Business Recovery and Growth programmes being delivered on behalf of the MCA.

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

Through the delivery of these programmes the MCA is investing in the people and businesses of South Yorkshire which support the MCA's aspirations. Performance information supports the robust oversight and management of this delivery.

Recommendations

That Board members:

- Consider the performance information provided to identify future performance deep-dives or significant areas of risk;

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

None

1. Background

- 1.1 The South Yorkshire Mayoral Combined Authority currently has twenty-two projects which fall within the remit of the Business Recovery and Growth Board. Sixteen schemes are funded from various funding streams with a total value of £35.94m. There are a further six unfunded schemes currently going through the assurance process seeking c£27.97m.

This report gives an overview on the performance of programmes and the projects within them, highlighting management actions being taken to mitigate risks.

A full list of schemes detailing status, forecasts and actual spend is attached at Appendix A.

- 1.2 The expenditure baseline for 22/23 was initially set at £33.16m with the latest forecasts suggesting outturn expenditure of £50.68m. The movement is due to the addition of new unfunded capital projects moving through the assurance process, approval of the Made Smarter 2 funding and the withdrawal of three projects.
- 1.3 Of this value £1.7m (3%) is funded from conditional grant from government, and consents will likely be required to roll-forward the funding to future periods

2. Current Position by Funding Stream

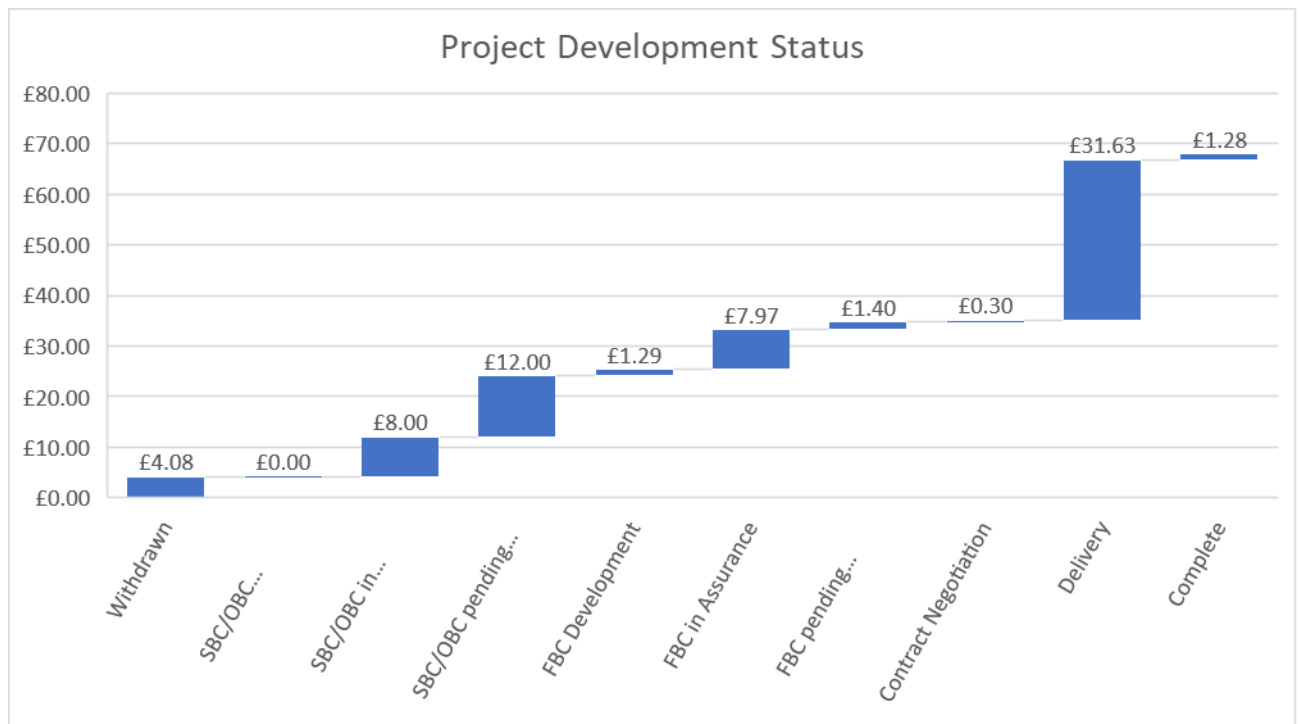
- 2.1 The table below shows 2022/23 current forecast of fully approved project expenditure against claims received to date.

Funding Stream	2022/23 Forecast	2022/23 Claims	2022/23 Claims
	£m	£m	%
Legacy Capital	£9.49	£1.99	20.9%
Gainshare Capital	£9.18	£6.21	67.6%
Gainshare Rev	£2.84	£1.51	53.1%
Made Smarter	£1.70	£0.37	21.7%
	£23.21	£10.08	43.43%

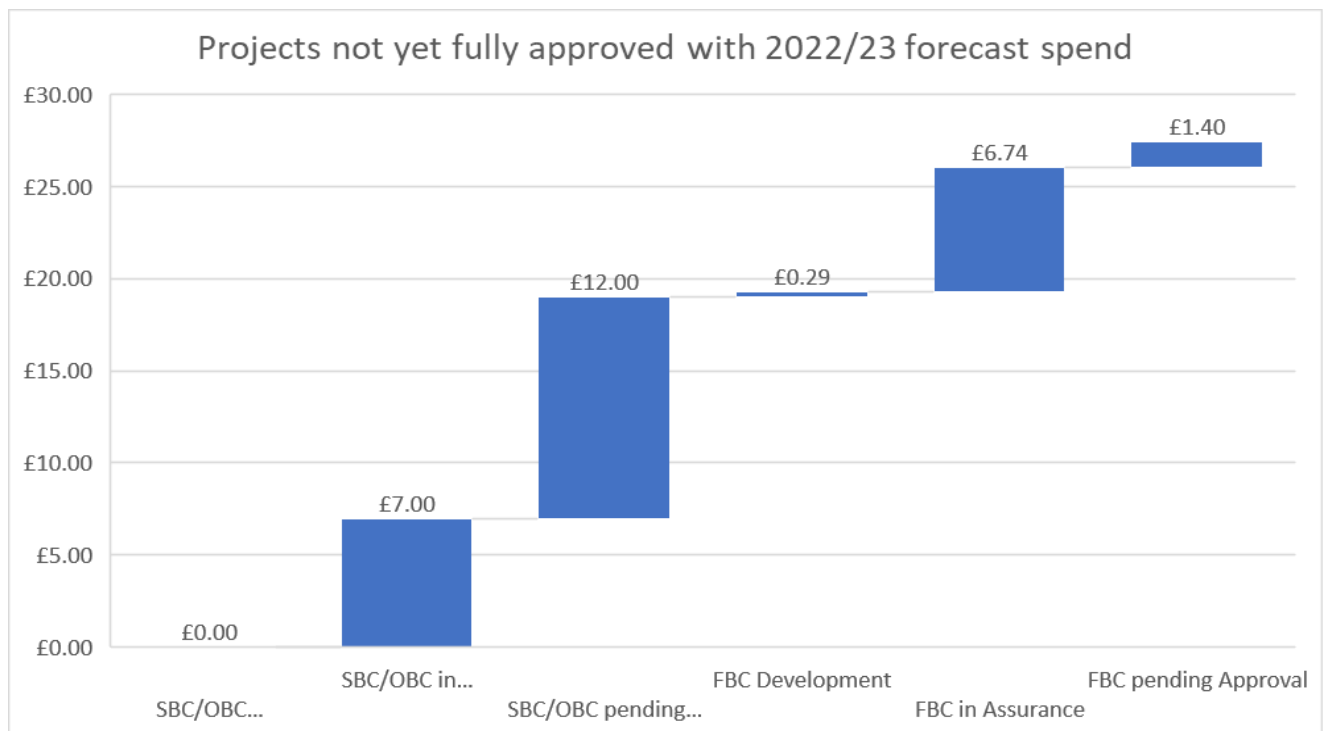
The Made Smarter baseline targets are set by government, requiring in-year allocations to be fully defrayed within the financial year. There is no comparative grant conditionality timeline pressure on gainshare and the legacy LGF activity.

2.3 Development Status of Projects

- 2.4 The graphic below exemplifies the milestone status of projects by value. The graphic highlights that of the projects in the portfolio 48.4% are in delivery with a value of £32.91m



- 2.5 The graphic below shows the status of projects forecasting £27.43m spend in 2022/23 which have not yet reached full approval - (£14m relates to projects seeking or loan/equity).



3. Management Actions

- 3.1 Close monitoring is on-going and full programme reviews, where they have not already commenced will be undertaken. This will reaffirm delivery status and inform remedial actions required to address risk.

- 3.2 In this context schemes recommended for approval will be made to the board highlighting the risks on a scheme by scheme basis.

4. Consultation on Proposal

- 4.1 Project sponsors are required to publish business cases on their own websites (or an appropriate summary of the submission) and must consider all comments received and reflect this in the next stages of the application process.

5. Timetable and Accountability for Implementing this Decision

- 5.1 Updates to the Board will continue to be made throughout the year

6. Financial and Procurement Implications and Advice

- 6.1 The report notes the potential implications for funding. The report further notes the work being undertaken within the MCA with local partners to mitigate this risk.

7. Legal Implications and Advice

- 7.1 The funding agreement for the schemes provide that any failure to make adequate progress against the spend profile identified may result in the reduction or withdrawal of further funding

8. Human Resources Implications and Advice

- 8.1 None

9. Equality and Diversity Implications and Advice

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

The premise of the engagement is based upon a deal where greater social value is negotiated and the business commits to supporting local supply chains, local labour market, training and taking on apprenticeships, for example

10. Climate Change Implications and Advice

- 10.1 Climate change impact is assessed as part of the assurance process for any proposed activity.

11. Information and Communication Technology Implications and Advice

- 11.1 None

12. Communications and Marketing Implications and Advice

12.1 None

List of Appendices Included

None

Background Papers

None