

## **Preston, South Ribble and Lancashire City Deal – Lead Contact Sarah Parry**

### **Background**

The £450m Preston, South Ribble and Lancashire City Deal was agreed with HM Government in 2013 and is a 10 year infrastructure delivery programme, driving forward local growth by enabling the City Deal area to maximise the area's economic assets and opportunities. City Deal partners include; Lancashire Enterprise Partnership, Central Government, Lancashire County Council, Preston City Council, South Ribble Borough Council and Homes England. The City Deal is intended to generate; more than 20,000 net new private sector jobs, including 5,000 in the Lancashire Enterprise Zone; nearly £1 billion GVA; 17,420 new homes; and £2.3 billion in leveraged commercial investment.

### ***Performance***

#### **Programme Milestones**

| <b>Milestone</b>                              | <b>Date</b> | <b>Comments</b>   |
|---|-------------|---|
| End of Year Performance Monitoring Completed  | Ongoing     | 2019/20 report delayed due to Covid. Expected to catch up in Q4 2020/21 |
| Quarterly Infrastructure Monitoring Completed | Ongoing     | Achieved  |
| Government Returns submitted six monthly      | Ongoing     | 2019/20 report delayed due to Covid. Expected to catch up in Q4 2020/21 |
| Mid Term Review Complete                      | 2019        | Negotiations continuing   |

#### **Key Performance Indicators – as at 30<sup>th</sup> September 2019**

Please note: The KPIs represent the latest figures available (30 Sept 2019). This is as a result of District planning officers being unable to undertake site visits at the end of the last financial year due to the impact of Covid 19. Site visits and data collection resumed in October 2020 and updated data is expected to be available in November, which will be circulated as soon as verified in December 2020.

|    | <b>KPI / Metrics</b>   | <b>Actuals</b>  | <b>Target</b> | <b>RAG</b> |
|----|--|---|---------------|------------|
| 1  | Total number of Housing units completed  | 5474  | 17,420        |            |
| 2  | Number of Housing units - Planning Consented   | 13,966<br>(11,144 City Deal sites)                      | 17,420        |            |
| 3  | Commercial floorspace completed (sqm)  | 78,511  | 441,657       |            |
| 4  | Jobs created or safeguarded (includes jobs associated; with new commercial floorspace, to capital investment, with lettings at existing premises and jobs created through BOOST. | 15,268  | 20,000        |            |
| 5  | Public Sector Investment (£m)  | £109  | £342          |            |
| 6  | Private Sector investment (£m)   | £21   | £82           |            |
| 7  | Construction of Broughton Bypass   | Complete  | -             |            |
| 8  | Construction of Preston Western Distributor  | Under Construction                                      | -             |            |
| 9  | Construction of Penwortham Bypass  | Complete  | -             |            |
| 10 | Widening of A582 South Ribble Western Distributor  | At planning, design and land assembly stage - Junctions | -             |            |

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|  |  | complete. Widening of phase 1 - Golden Way section complete. |  |  |
|--|--|--|--|--|

***Outstanding Issues***

City Deal Review – Agreement on revised Terms for the City Deal has not yet been reached. Early February is now the target for adoption of new terms and a revised funding model. This will enable the financial forecast to reflect changes to New Homes Bonus that are expected to be announced as part of the budget announcement in late November/December. Work to draft and negotiate the new Deal is continuing at pace and will be reviewed by the partners in December, in readiness for reporting in January.

A further letter signed by all partners was sent to Luke Hall MP and Robert Jenrick MP in September regarding the financial impact on City Deal as a result of changes to NHB. A response has been received inviting further dialogue with MHCLG officials, which is taking place on 20<sup>th</sup> November.

The significant funding commitments for the A582 scheme, Animate Cinema Scheme and Harris Museum, have all been deferred to Quarter 4. This does not adversely affect the programming of these schemes, or the submission of the MRN bid which is on track to be submitted in March.

The pause on spending remains in place. Only schemes where there is a contractual, health and safety or planning obligation to fulfil, are exempt from that pause on spend.

***Risks***

A new Single Portfolio Risk Register for the combined programmes has been created, which can be found at Appendix M to the main report.