

GROWTH DEALS 3 FACTSHEET – HUMBER LEP

1. How much is the Government investing in the Humber as part of the Growth Deal programme?

	Growth Deal One (July 2014)	Growth Deal Two (Jan 2015)	Growth Deal Three (Nov 2016)
Local Growth Fund Award	£103.7m	£9.9m	£27.9m
Total Award	£141.5m		

2. What will this new funding deliver?

This new tranche of funding will deliver:

- **Unlocking Hull City Centre Development:** supporting Hull City Centre’s transition to new leisure and residential uses through delivering key development sites and supporting the conversion of empty properties. The project addresses viability issues caused by land conditions, archaeology, contamination, access infrastructure and flood risk.
- **Grimsby Town Centre – ‘Unlocking the Potential’:** enabling infrastructure works to de-risk and accelerate development of four key sites in Grimsby Town Centre, bringing forward development of a new £20 million cinema/restaurant complex, a hotel development and an office/community building.
- **Goole Intermodal Terminal:** draws together the town’s existing rail, sea, motorway and inland waterway links into one site, providing an integrated transport facility for business. This will shorten the timescale and therefore reduce the cost of moving goods, creating the potential for new direct freight links to Leeds (Stourton) via the Aire & Calder Navigation and transshipment of steel to the West Midlands.
- **Growing the Humber: Business Growth Programme:** providing grant funding to SMEs in order to stimulate growth, investment and job creation. The project extends the current £4 million LGF funded scheme which has already contracted over £3.5 million and exceeded its jobs targets.
- **Skills Capital Programme:** to deliver priority projects that support the development of additional/enhanced specialist learning facilities.
- **River Hull Defences:** flood defence improvements to protect existing homes, businesses, and critical infrastructure, and to enable future growth both on the 11 Enterprise Zone sites along the River Hull corridor and in housing.
- **Paull Phase 1 and 2 Employment Site:** support to help overcome the abnormal infrastructure costs associated with the Enterprise Zone site that has deterred interested potential occupiers. The works include site access, haul road, utilities, surface water attenuation, noise barrier and fencing.
- **Stallingborough Strategic Employment Site:** ensure the delivery of on-site infrastructure to the Enterprise Zone site and help overcome the acute shortage of high quality, serviced employment land in the area.

3. What has previous funding delivered?

This builds on previous Growth Deal investments in the Humber, which have funded the following projects:

Growth Deal Round 1

- **Grimsby Town Centre Infrastructure Works** – major work in Grimsby town centre to allow for the development of a £12 million commercial and residential development on the Cartergate Site.
- **Connecting the City** – a new City Bridge over the A63 at Hull Marina.
- **Lincolnshire Lakes** - flood defence works at Lincolnshire Lakes in North Lincolnshire to allow new homes to be built.
- **Delivering Housing Growth in Hull** - on-going support to build and refurbish homes across the City. This builds on the successful Regional Growth Fund project that is underway.
- **Package of Flood Defence Projects on the Humber North Bank** - reducing the flood risk to over 58,000 residential properties projects in Albert Dock, Hull; Orchard Park and Cottingham, Hull and the East Riding of Yorkshire; Anlaby and East Ella (including Hesse Frontage), Hull; River Hull Valley Delivery, Hull and East Riding of Yorkshire; and Hull and Holderness, Hull and East Riding of Yorkshire.
- **Regional Growth Fund Capital Grant Extension, Humber**- extending the existing £31 million 'Growing the Humber' Regional Growth Fund programme to offer flexible grants to help job-creating businesses grow across the Humber.
- **Package of Skills Projects supporting the Humber's plans to become a Centre of Excellence for Energy Skills** - projects include a) CATCH in North East Lincolnshire to develop a new training facility for specialist offshore wind training; b) creation of a new build learning centre by Grimsby Institute to provide renewable and environmental technology skills; and c) extension of Goole College's vocational skills workshop and associated classroom refurbishment to provide engineering and renewable technologies training.
- **Package of transport infrastructure projects** to support growth at Humberside International Airport; Bridlington; and South Humber Gauge Enhancements.
- In addition, subject to due diligence, Government will provide £8.558 million of loan funding through the Local Growth Fund (Housing Infrastructure) to a developer to accelerate the delivery of 750 homes on the Land Off Moor Road, Brough site.

Growth Deal Round 2

- **Hull Old Town:** support to bring retail and office space back into use, and attract businesses, visitors and residents to Hull's historic Old Town.
- **A18 Melton Ross Railway Bridge:** replacement of a weakened bridge on the A18, which is an essential strategic link between Scunthorpe and the Ports of Immingham and Grimsby.
- **A161 Bridge Street Cycle Scheme, Goole:** construction of a new off-road shared use footway/cycleway along the A161, Goole.
- **Skills Capital Programme:** maintain and enhance the current Further Education building stock and enhance learning provision across the Humber.

- **Stallingborough Interchange, North East Lincolnshire:** deliver junction improvements to the A1173 and Kiln Lane Roundabout at Stallingborough to enable the development of the Stallingborough Interchange strategic employment site.
- **Westcliff Regeneration Programme, Scunthorpe:** new managed space for business start-ups as part of a wider housing regeneration scheme.
- **A1105 Anlaby Road Corridor/Park St Bridge strengthening:** improve traffic flow/reduce congestion on the A1105 Anlaby Road corridor by widening the carriageway and also strengthening the existing Park Street Bridge, which will improve access to City Centre Strategic Development Sites.
- **ERGO Centre, East Riding of Yorkshire:** specialist managed workspace building targeted at business and professional services supporting the development of environmental technologies sector.
- **Central Cleethorpes Regeneration Programme:** accelerate the development of two strategic development sites in the town centre, alongside complementary investment to promote the restoration of historic buildings and improvement of the public realm.
- In addition, the Government also committed to the development of the delivery of an office and retail scheme on Cartergate, Grimsby, through discounted Public Works Loan Board borrowing.

Further Projects funded through the management of the Programme

- **Hull Venue:** delivery of a new 9,000m² flexible venue capable of hosting events for up to 3,500 attendees with auditorium performance and exhibition capabilities.
- **Normanby Hall Country Park:** investment in access and infrastructure improvements at Normanby Hall Country Park as part of a long-term plan to expand the visitor offer and grow the visitor economy in North Lincolnshire.
- **Grovehill Bridge Maintenance Scheme:** repairs to Grovehill Bridge which is located to the east of Beverley and is used as access by over 60 businesses located east of the bridge.
- **Port of Grimsby East Offshore Wind Operational Support Facilities:** refurbishment of buildings and facilities at the Port of Grimsby East to provide accommodation and dock support facilities for businesses in the Offshore Wind Operations & Maintenance sector.

4. How will this benefit the local community?

The Humber Growth Deal focuses on maximising the potential of the Humber Estuary and to ensure the Humber becomes a renowned national and international centre for renewable energy.

The additional funding awarded through the latest round of Growth Deals will help support the development of Enterprise Zone sites, unlock private investment and help revitalise key population centres in the Humber to underpin investment and housing growth. It also builds on previous Growth Deal funding by supporting small and medium sized businesses to grow and helping the residents of the Humber to access new and existing job opportunities.

According to estimates by the LEP, the three Growth Deals could bring up to 12,247 jobs, 5,500 built or refurbished homes and attract £473 million in public and private investment in the Humber, and could reduce the flood risk for over 62,000 new and existing properties.

5. How will this benefit local businesses?

As well as transport and flood defence improvements, the total Growth Deal will see small businesses benefit from further support to the Growth Hub in the Humber, with specialist advice on how they can grow and access the markets and the government support they need. Growing businesses will also benefit from the LEP's 'Growing the Humber' Business Growth Programme which supports job-creating SME company expansions.

The total Growth Deal funding will also support specialist managed workspace targeted at environmental technology businesses in the East Riding and the creation of a new managed workspace for business start-ups in Scunthorpe. Businesses will also benefit from an up skilled workforce through the LEP's Skills Capital Programme.

6. How will this Deal help the Government work to deliver one million homes in this Parliament?

The overall deal is supporting the delivery of up to 5,500 new or refurbished homes, including unlocking residential development in the City of Hull through the "Unlocking Hull City Centre Development" project.

7. How does this link to the Northern Powerhouse?

The Northern Powerhouse is a vehicle for addressing productivity gaps across the country and ensuring a stronger, more sustainable economy for all parts of the UK. Through the Local Growth Fund, central government has already agreed over £2.9 billion worth of Growth Deals in the North to help address these issues by supporting locally-led projects to boost economic growth. This additional funding round will provide an extra boost of **£556 million** to LEPs within the Northern Powerhouse. The funding will also build upon the innovation, improved business support, and major capital projects which have already led to economic growth in the North, acting as a catalyst for growth building towards the Prime Minister's vision of an economy that works for all up and down the country.

Other Sources of Funding for LEPs

This is currently the last round of Growth Deals that will take place in this Parliament. However, LEPs are eligible to bid for many other sources of funding, which they can use to make investments in significant economic projects in their local area.

The Humber LEP has successfully secured £161.852 million in additional investment so far, including:

- £8.8 million from the **Growing Places Fund**, which is supporting growth projects across the Humber and creating 170 direct jobs and 4,120 sq m of commercial floorspace to date.
- £30 million from the **Regional Growth Fund**, plus an additional £1 million through Growth Hub funding, which provided capital grants to growing businesses across the Humber, generating over 2100 jobs and over £106 million of private sector leverage.
- £6.4 million **City Deal** funding towards a range of initiatives, including a) further education capital funding b) an expansion of college-based training programmes for people seeking jobs in the emerging renewable energy sector, and c) tackling youth unemployment.
- £14.9 million for infrastructure support to the **Able Marine Energy Park Enterprise Zone**.
- £11 million **Public Works Loan Board** support for the Cartergate Office and Hotel development in Grimsby which will safeguard 200 jobs and create 130 new jobs.

- £0.092 million to support the development of a local major transport scheme at **Jock's Lodge Junction** of the A1079 and A164.
- £2.160 million to the **Growth Hub** in the Humber, to provide small businesses with specialist advice on how they can grow and access the markets and the government support they need.
- £87.5 million **European Structural & Investment Fund** (€104.2 million, exchange rate as of December 2016) to support SME growth, skills development, sustainable communities and social inclusion, climate change and environmental protection and infrastructure outcomes across the Humber.
- In addition, the Humber LEP has secured the **largest Enterprise Zone award** in the country.

Communities Secretary Sajid Javid said:

“As part of efforts to deliver an economy that works for everyone, the Government is equipping local people with the resources they need to drive forward local growth.

“That is why we’re giving £27.9 million of new money to the Humber to give businesses the support and opportunities they need to achieve their potential – on top of the £113.6 million we have already awarded”.

Northern Powerhouse Minister Andrew Percy said:

“Across the Northern Powerhouse local people will benefit from £556 million extra investment thanks to these growth deals.

“This is more government money directly invested into the Northern Powerhouse. It is further proof that we will back the people of the North with the resources they need to reach their full potential.”

Lord Haskins, Chair of the Humber Local Enterprise Partnership, said:

“I am pleased that the Humber LEP and our partners have been able to secure this additional Growth Deal funding for the benefit of our region. This third Growth Deal will support the development of our Enterprise Zone sites, which will in turn unlock private sector investment and create new jobs. The city and town centre investments will help to bring forward development and attract new business. The Growth Deal will also enable us to continue to invest in small businesses and in improving training facilities in the area.

“All of the projects we will now be able to support were chosen locally because of the contribution they will make to the Humber’s growth. The impact of our first Growth Deals is already being felt, so these new projects will add to the momentum.”