

GROWTH DEALS 3 FACTSHEET – YORK, NORTH YORKSHIRE AND EAST RIDING LEP

1. How much is the Government investing in York, North Yorkshire and East Riding (YNYER) 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	£110.1m	£12.1m	£23.7m
Total Award	£145.9m		

2. What will this new funding deliver?

This new tranche of funding will deliver:

- Support to help de-risk and unlock the transformational **York Central Enterprise Zone**;
- Investment in **Scarborough** as a growth town to encourage and incentivise investment in strategic housing development sites;
- Support for the transformational redevelopment of **Bridlington Harbour and Marina**;
- **Employment and Housing Growth in Skipton**: infrastructure support to open up a number of sites for housing and employment and also improvements in and around the station to generate economic uplift to the area;
- A **Skills Capital Programme across YNYER** to develop high quality learning environments in Further Education and enable business growth;
- **Harrogate Station/Centre Redevelopment**: improvements in the rail station area to improve the overall passenger experience and to open up potential housing and employment development opportunities;
- Support for a **new employment site at Pickering (Thornton Road)** in North Yorkshire to allow the expansion of the high tech engineering sector of the Vale of Pickering;
- **Flood alleviation at Pocklington** in the East Riding of Yorkshire to protect the commercial centre of the town.

3. What has previous funding delivered?

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

Growth Deal Round 1

- **Housing and Employment Growth along the A1/A19 Growth Corridor**– supporting the creation of new homes through the funding of growth projects at Catterick Garrison, Northallerton; and Olympia Park in Selby
- **Housing Growth at Middle-Deepdale in Scarborough** - supporting the development of new homes
- **Programme of activity to support the LEP’s ambitions to be a global leader in food, agricultural technologies, and bio-renewables**

- **Improving vocational skills** – developing world-class training in agriculture and engineering at Askham Bryan College and upgrading facilities at Harrogate College to provide hands-on training for learners.
- **Maintenance of the existing road network to promote growth** - including the Newland Bridge Maintenance Scheme, which carries the A645 over the River Aire. Closure of the bridge (and therefore the A645) would have had a significant impact on the economies of Goole and Hull, and would also have impacted on the nearby Drax Power Station
- **East Riding Road Maintenance Programme:** planned highway maintenance works focused on the East Riding 'A' road network
- **North Yorkshire Growth Town Road Maintenance Programme:** package of highway maintenance schemes on the rural roads connecting into the main road network and growth centres in North Yorkshire.

Growth Deal Round 2

- **A1079 York-Hull Package:** Upgrading of the A1079 which will enable future employment and housing development.
- **Malton Agri-Business Park:** Investment in local roads and junctions to enable private investment in a new business and technology park, a separate agri-business park, and a new purpose-built livestock market facility in Malton town centre.
- **Skipton Flood Alleviation Project:** Addressing the flood risk issue constraining the development of 8 hectares of land located to the west of Skipton town centre.
- **Harrogate A1/A59 Junction:** Junction improvements to increase capacity of A1/A59 (Junction 47) to enable future housing and employment growth in Harrogate and York.

Further Projects funded through the management of the Programme

- **Skills Capital Projects** across YNYER, including Selby and Craven Colleges
- **Let's Grown Business Investment Scheme** providing grant support to growing businesses across YNYER
- **Flood alleviation projects** at Dalton and Tadcaster.

4. How will this benefit the local community?

YNYER Growth Deal bid is focused on attracting investment, delivering more and better jobs, higher productivity, and more homes. It is supporting key transformational projects including York Central Enterprise Zone and Bridlington Harbour and Marina, as well as the area's ambition to become a national and international centre for the science of food, agricultural technologies, and bio-renewables. The Deal builds on a strong local track record in supporting small and micro businesses to thrive and grow, addresses the key issues of housing availability and affordability in key growth towns across the LEP area, as well as raising skill levels and improving the existing transport network to support growth.

According to estimates by the LEP, the three Growth Deals could bring up to 11,620 jobs, 5,965 homes and £350 million investment into YNYER from the public and private sectors.

5. How will this benefit local businesses?

As well as much needed transport and flood defence improvements, small businesses will benefit from support from the York, North Yorkshire and East Riding Growth Hub, providing specialist advice on how they can grow and access the markets and the government support they need. The Let's Grow Business Investment Scheme will also provide grant assistance to support small and medium-sized businesses across YNYER to grow and create new jobs.

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 5,965 new homes, including addressing the key issues of housing availability and affordability in key growth towns across the LEP area.

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.

YNYER LEP has successfully secured £96.292 million in additional investment so far, including:

- £9.4 million from the **Growing Places Fund** which is supporting growth projects across YNYER, including expansion of Whitby Business Park; opening up a new small business park at Melmerby, near Ripon; North Yorkshire Moors Railway; infrastructure works at the Food and Environment Research Agency at Sand Hutton; and opening up new warehousing business park at Sherburn Industrial Estate, near Selby.
- £4.1 million from the **Regional Growth Fund** which provided capital grants to growing businesses across YNYER.
- £0.792 million for the **Growth Hub** in YNYER, to provide small businesses with specialist advice on how they can grow and access the markets and the government support they need.

- £82 million from the **European Structural & Investment Fund** (€97.7m, 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 YNYER.
- In addition, YNYER LEP has secured **Enterprise Zone** status for York Central site.

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 £23.7 million of new money to York, North Yorkshire and East Riding to give businesses the support and opportunities they need to achieve their potential – on top of the £122.2 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.”

YNYER Local Enterprise Partnership Chair Barry Dodd CBE said:

“We welcome this additional investment which builds on our partnership’s success unlocking and growing the local economy.

“Developing Bridlington Marina will help the town capitalise on the Yorkshire Coast’s huge upcoming opportunities; York Central Enterprise Zone will help create much needed quality jobs, and the Pickering investment demonstrates the importance of market towns in driving our rural economy – the majority of our patch.”