

New Anglia LEP Investment Appraisal Committee

27th February 2019

9am-9.45am

**The Boardroom, Norwich University of the Arts,
St Andrews House, St Andrews Street, Norwich NR2 4AE**

Agenda

Committee Members	
Lindsey Rix	Aviva
Cllr David Ellesmere	Ipswich Borough Council
Alan Waters	Norwich City Council
Sandy Ruddock	Scarlett and Mustard
Dominic Keen	High Growth Robotics
Tim Whitley	BT
John Griffiths	St Edmundsbury Borough Council
Exec Members	
Rosanne Wijnberg	New Anglia LEP
Chris Dashper	New Anglia LEP
Iain Dunnett	New Anglia LEP

No.	Item
1.	Welcome
2.	Apologies
3.	Declarations of Interest
4.	Minutes of previous Meeting, 30 January 2019 (Confidential)
	Reporting – Growing Places Fund
5.	Growing Places Fund Horizon Paper (Confidential)
	Reporting - Growing Business Fund
6.	Growing Business Fund Performance Report
7.	Growing Business Fund and Small Grant Scheme - approvals
	Items for Discussion
8.	Capital Growth Programme project call paper (Confidential)
9.	Changes to Norwich Area Transport Strategy Funding
10.	Any Other Business

Date and time of next meeting: Wednesday 27 March 2018. 9am-9:45am

Venue: Birketts Solicitors, Providence House, 141-145 Princes St, Ipswich IP1 1QJ

**New Anglia Investment Appraisal Committee
Meeting Minutes (Unconfirmed)
30 January 2019, Ipswich Waterfront Innovation
Centre**

Present:

Committee Members

Lindsey Rix (LR)	Aviva
Dominic Keen (DK)	High Growth Robotics
Cllr David Ellesmere (DE)	Ipswich Borough Council
Alan Waters (AW)	Norwich City Council
In Attendance	
Rosanne Wijnberg (RW)	New Anglia LEP
Chris Dashper (CD)	New Anglia LEP
Iain Dunnett	New Anglia LEP

1	Welcome from the Chair
Lindsey Rix (LR) welcomed everyone to the meeting.	
2	Apologies
Apologies were received from Tim Whitley, Sandy Ruddock and John Griffiths.	
3	Declarations of Interest
Full declarations of interest can be found at http://www.newanglia.co.uk/about-us/the-board/ . Declarations relevant to this meeting: None	
4	Minutes of previous meeting
The committee agreed the minutes of the previous meetings held on 13 November 2018 (telephone) and 21 November 2018 were a true account of the meetings held. Matters arising from previous meeting: None	
Reporting- Growing Places Fund	
5	Growing Places Fund Performance Report The quarterly Growing Places Fund performance report was presented to the committee. The report was accepted as presented, with the following comments: AW: Could the report include the type and value of jobs created and the numbers of affordable houses built. DE: Mapping of the delivery, showing the location of outputs across the region would be of benefit to determining the impact of the programme.
6	Growing Places Fund RAG Rating (Confidential) The committee was presented with an updated RAG rating report on the GPF programme.
7	Growing Places Fund Horizon Paper (Confidential) The committee was presented with an updated Horizon report on current and potential investments including forecast loan repayments and a further report on current and potential grants.
8	Growing Places Fund Historical projects (Confidential) An updated list of all projects supported to date was presented to the committee.

Reporting - Growing Business Fund	
9	<p>Growing Business Fund Performance Report The Growing Business Fund monthly programme performance report was presented.</p>
10	<p>Growing Business Fund and Small Grant Scheme – approvals The committee was presented with a complete list of the grant approvals for both the Growing Business Fund and the Small Grant Scheme awarded during the 2018/19 financial year.</p>
Items for discussion	
11	<p>VCSE Challenge Fund</p> <p>ID presented a paper requesting a further 2 years of funding for the successful VCSE challenge fund. It was noted that changes to the programme included a requirement for match funding by the projects this time.</p> <p>The IAC agreed to a further commitment of £500k grant funding from the Growing Places Fund for the VCSE Challenge Fund, allowing a challenge fund of £250k per year. The IAC also agreed that two LEP Board members are requested to sit on the VCSE appraisal panel.</p>
Other	
12	Any Other Business
	<ul style="list-style-type: none"> None

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Growing Business Fund Performance Report

Programme Overview - What is the Growing Business Fund?

Launched in April 2013, the Growing Business Fund provides grants for businesses to enable growth, increased productivity and job creation: Capital grants between £25,000 and £500,000 are provided at up to 20% of project costs for SMEs and up to 30% for Small Businesses located in an Assisted Area Funding for the Growing Business Fund is provided on an annual basis by the LEP's Growth Deal The fund is accessed through the New Anglia Growth Hub with Due Diligence undertaken by Finance East

What is the overall Programme Status?

Finance	Green	All the funding for 2018/19 has been allocated with the fund on course to spend the full allocation
Outputs	Green	Based on applications approved to date, the fund will over perform against the targets set
Delivery	Green	A steady pipeline of high quality applications is coming through, ensuring the fund is performing well overall

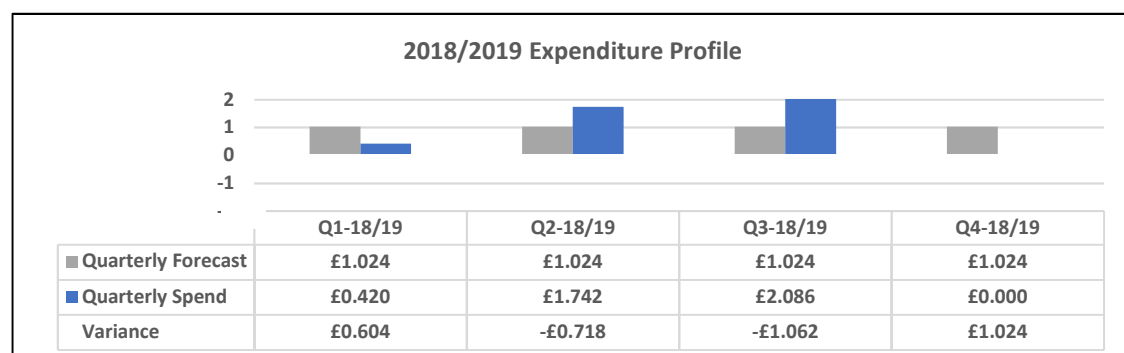
What are our key updates?

Membership of the Approval Panel has been widened to ensure that it has a breadth of knowledge regarding business types and needs
The pipeline of applications has shown a decline, however, a number of high quality applications are coming forward for support
The LEP is working with partners to improve the economic value of applications coming forward, with a greater focus on higher value job creation in key sectors

What is our financial position?

Financials (£ million)

Year	2013 to 2016	2016/2017	2017/2018	2018/2019	2019/2020	2020/2021	2021/22	Total
Profile Spend	£12.000	£3.536	£3.050	£4.096	£3.000	£3.000	£0.000	£28.682
Actual Spend	£11.999	£3.001	£3.049	£4.25				£22.297
Remaining Spend	£0.001	£0.535	£0.001	£-0.152	£3.000	£3.000	£0.000	£6.385



What is our contribution to the Economic Strategy?

Outputs April 2018 to March 2019	Target	Actual to end of December 2018	Monthly Change	Shortfall	Notes
Value of grants approved	£3,540,000	£3,031,901	£192,535	£508,099	On track to meet target
Value of private sector match approved	£14,160,000	£62,050,484	£770,139	£-47,890,484	Target exceed during July 2018
Number of New Jobs to be Created	354	295	6	59	On track to meet target
Value of grants claimed	£3,540,000	£4,251,917	£0	£-711,917	Target met
Private sector match funding drawn down	£14,160,000	£27,315,317	£0	£-13,155,317	Target met
Number of New Jobs Created	354	259.5	34.5	95	On track to meet target

What is the project status?

The following table shows grants approved by sector since the start of the programme in 2013/14

Sector	Number of Projects Approved	Grants Approved	Private Match	Total Project Costs	Jobs to be Created
A - Agriculture, Forestry and Fishing	2	£180,000	£794,946	£974,946	46
B - Mining and Quarrying	1	£100,000	£1,654,600	£1,754,600	10
C - Manufacturing	109	£13,056,080	£86,580,217	£99,636,297	1450
E - Water supply, sewerage, waste management and remediation activities	3	£230,000	£998,000	£1,228,000	23
F - Construction	15	£1,086,486	£5,231,673	£6,318,159	142
G - Wholesale and retail trade; repair of motor vehicles and motorcycles	22	£2,280,502	£49,699,325	£51,979,827	342
H - Transportation and Storage	7	£588,614	£2,962,444	£3,551,058	85
I - Accommodation and Food Service Activities	4	£262,000	£1,052,138	£1,314,138	34.5
J - Information and Communication	9	£685,700	£3,409,616	£4,095,316	70
K - Financial and Insurance Activities	1	£30,000	£79,425	£109,425	3
M - Professional, Scientific and Technical Activities	17	£1,631,372	£11,466,472	£13,097,844	180.6
N - Administrative and Support Service Activities	19	£1,848,771	£10,067,136	£11,915,907	224
P - Education	1	£20,000	£102,191	£122,191	4
Q - Human Health and Social Work Activities	1	£31,580	£126,320	£157,900	3.5
R - Arts, Entertainment and Recreation	6	£432,439	£2,868,045	£3,300,484	47.5
S - Other Service Activities	2	£320,000	£4,737,413	£5,057,413	32
Total	219	£22,783,544	£181,829,961	£204,613,505	2697.1

What are the next steps?

Revision of guidance and support provided by the Growth Hub is currently taking place, with a focus on high value activity, both terms of jobs and business growth
The Growth Hub are now targeting 1,300 SMEs that may benefit from grant support, to unlock business growth and increase productivity

Growing Business Fund Approvals (April 2018 - December 2018)

	Grant	Match	Total	Jobs
Broadway Colours Ltd (2)	£40,000	£160,700	£200,700	4.0
Panel Graphics (2)	£64,414	£290,872	£355,286	4.0
Computer Service Centre	£265,800	£1,446,200	£1,712,000	25.0
Renvale Limited	£184,552	£1,510,977	£1,695,529	10.0
Warren Services Ltd. (4)	£32,000	£176,000	£208,000	2.5
Food Forensic Limited	£36,980	£219,220	£256,200	6.0
Omega Ingredients Ltd (3)	£40,000	£160,000	£200,000	2.0
Advanced Engineering (UK) Ltd	£98,600	£394,400	£493,000	6.0
Pecksniff's Bespoke Fragrances and Cosmetics Ltd	£202,500	£1,822,500	£2,025,000	14.0
Gnaw Chocolate Limited	£25,330	£101,319	£126,649	2.0
Ponders End Investments PLC	£179,239	£928,354	£1,107,593	36.0
BCMZ PrecisionEngineering Ltd	£74,500	£298,000	£372,500	4.0
Netmatters Limited	£37,500	£337,500	£375,000	4.0
Glowcroft Ltd	£38,742	£161,716	£200,458	3.0
LDH La Doria	£500,000	£41,100,000	£41,600,000	99.0
Mirus Aircraft Seating Ltd (2)	£140,000	£596,400	£736,400	7.0
Vanilla Electronics (2)	£39,994	£159,976	£199,970	2.0
TBI Manufacturing Ltd (2)	£69,500	£278,807	£348,307	4.0
DB Sheet Metals	£60,000	£328,750	£388,750	3.0
Zedbox UK Ltd	£120,000	£485,000	£605,000	6.0
Westover Vets Ltd	£126,000	£1,317,000	£1,443,000	12.6
Optima Stainless Ltd.	£264,900	£1,133,600	£1,398,500	14.0
Condimentum Limited	£391,350	£8,643,193	£9,034,543	25.0
Spectra Packaging Ltd	£74,486	£297,944	£372,430	4.0
Stephen Walters and Sons Ltd	£118,049	£472,195	£590,244	2.0
	£3,224,436	£62,820,623	£66,045,059	301.1

Small Grant Scheme Approvals (April 2018 - December 2018)

	Grant	Match	Total	Jobs
Clerkin Civils Ltd.	£20,630	£82,521	£103,151	2
Mitra Innovation	£3,301	£29,714	£33,015	
Alpha Inclusion Ltd.	£5,150	£20,600	£25,750	
Polstead Joinery (2)	£6,090	£24,360	£30,450	2
Prosynth Ltd.	£5,920	£23,680	£29,600	
Niagri Engineering Ltd.	£14,793	£59,174	£73,967	2
Captain Fawcett Ltd.	£5,249	£21,000	£26,249	1
OpenContact Direct Marketing Ltd.	£3,861	£15,449	£19,310	
WeType Ltd.	£2,000	£8,000	£10,000	2
3 Norfolk Square Ltd.	£5,544	£12,937	£18,481	
Purple Line Ltd.	£21,600	£86,400	£108,000	
Storacall Technology Ltd. t/a X-on	£24,958	£99,833	£124,791	2
Attwells Solicitors LLP	£7,020	£16,380	£23,400	
Insight Ecology Ltd.	£3,083	£12,335	£15,418	
Needham Fabrications Ltd.	£20,422	£81,688	£102,110	
Joseph Read Lighting Ltd.	£11,215	£56,349	£67,564	
Agricultural & Mechanical Services Ltd t/a Agrimech	£6,100	£24,400	£30,500	2
Pump Street Chocolate Ltd.	£25,000	£100,000	£125,000	
R&B Plastering (2)	£2,171	£8,685	£10,856	1
Edmund & Sedgwick Ltd.	£1,815	£7,260	£9,075	
My Sofa Covers Ltd.	£2,000	£8,320	£10,320	
Abate Ltd (2)	£13,975	£55,898	£69,873	
Richard Western Ltd.	£2,372	£21,348	£23,720	
R&S Budds Ltd.	£9,468	£37,876	£47,344	
Global Plant Genetics Ltd	£1,705	£3,979	£5,684	
TSI Structures Ltd	£23,100	£92,400	£115,500	
Asams Ltd (2)	£14,461	£33,743	£48,204	
Screenworks Ltd	£11,489	£45,955	£57,444	
Cargo Secure Ltd	£25,000	£125,000	£150,000	1
Canham Consulting Ltd	£2,388	£9,555	£11,943	
Lark Technology Group Ltd	£6,464	£25,856	£32,320	2
Prosynth Ltd (2)	£1,597	£6,388	£7,985	
BD&H (4)	£22,900	£91,600	£114,500	2
Griffith Elder & Co Ltd	£24,600	£98,400	£123,000	2
Dodman Ltd	£3,680	£14,720	£18,400	
EV Driver	£3,284	£13,158	£16,442	
Jordan Leisure Systems	£3,200	£12,800	£16,000	1
Norwich Gas Electric Oil & Water Ltd	£8,452	£33,808	£42,260	
Sharing Parenting	£1,086	£4,346	£5,432	
Real Bodies Health & Fitness Ltd	£9,088	£36,353	£45,441	2
Exo Environmental (2)	£1,123	£4,492	£5,615	2
Torros Ltd	£11,010	£44,040	£55,050	2
Dunhams Washrooms Systems	£24,072	£96,289	£120,361	
TTV Industrial Ltd	£25,000	£152,756	£177,756	
Padgate Consulting Ltd.	£2,911	£11,644	£14,555	1
Bevan Davidson International Ltd	£7,300	£29,200	£36,500	6
Developing Experts	£25,000	£105,000	£130,000	2
Food Innovation Solutions	£13,538	£54,152	£67,690	2
Indigo Swan Ltd	£7,073	£28,296	£35,369	6
RKE Engineering Ltd	£7,750	£31,000	£38,750	
Cornelius Group	£6,302	£25,208	£31,510	2
3 in One Services	£13,550	£54,200	£67,750	

Small Grant Scheme Approvals (April 2018 - December 2018)

	Grant	Match	Total	Jobs
Keronite Group Ltd	£19,882	£79,529	£99,411	2
RD Castings Ltd	£5,642	£22,572	£28,214	
CW Logistics Ltd	£20,048	£80,193	£100,241	3
Black Shuck Ltd	£4,705	£18,820	£23,525	
Liquid 11 Ltd	£10,053	£23,458	£33,511	2
Coffee House No 5	£11,156	£44,627	£55,783	2
Merxin Ltd	£14,901	£59,607	£74,508	
Plandesci Ltd	£4,295	£17,180	£21,475	
Diamond Garage LTd	£24,300	£56,700	£81,000	
Smart Refinish Ltd	£9,000	£21,000	£30,000	
Libra Scale Ltd	£25,000	£124,500	£149,500	2
Crafted Media Ltd	£4,652	£18,610	£23,262	4
Import Export Support LTd	£4,900	£19,600	£24,500	
Diss Coverings (Mary Gibson)	£2,679	£10,717	£13,396	1
MD Controls Ltd	£4,229	£16,918	£21,147	1
Excite Solutions Ltd	£6,258	£25,032	£31,290	2
MacRefresh Ltd	£11,500	£46,000	£57,500	2
B&B Skip Hire Ltd (2)	£24,573	£98,295	£122,868	
Dhotel Patisserie Ltd	£3,763	£15,052	£18,815	
Cox's Boatyard Ltd	£6,000	£24,000	£30,000	
STR Service Centre	£24,559	£100,000	£124,559	
KVT Business Case	£2,230	£8,920	£11,150	1
Alex Stanlake Animation & Design	£1,483	£5,933	£7,416	
Flameskill Ltd.	£16,372	£38,200	£54,572	
Armour Engineering Ltd.	£2,256	£9,028	£11,284	1
OneSite Building Products Ltd.	£6,600	£15,400	£22,000	1
Petrotech UK Ltd	£10,381	£41,526	£51,907	1
DFC Precision Engineering Ltd.	£23,837	£95,348	£119,185	1
Slim Glass Ltd.	£8,000	£32,000	£40,000	
Adaptainer Ltd	£6,384	£25,534	£31,918	1
Elmdale Welding and Engineering Supplies	£9,600	£38,400	£48,000	
	£860,097	£3,431,244	£4,291,342	74.00

New Anglia Local Enterprise Partnership - Investment Appraisal committee

Wednesday 27th February 2018

Agenda Item 9

Growth Deal: Funding Changes within Norwich Area Transportation Strategy (NATS) Transport Packages

Author: Jonathan Rudd

Summary and Recommendation

The Investment Appraisal Committee is requested to:

1. Approve the reallocation of Growth Deal funding within the NATS A11 Corridor Package;
 - a. utilising a £395,000 underspend from the A11 Daniels Road Junction Improvement and Scheme Development toward the Wymondham to Hethersett Cycle Link.
 - b. a further £100,000 from the A11 Daniels Road Junction for an extension to the Wymondham to Hethersett Cycle link, part of a bid toward the Transforming Cities Fund.
2. Recommend to the LEP Board the Transfer of £415,000 from the NATS A11 Corridor Package (underspend on A11 Daniels Road Junction) to the NATS City Centre Package to balance an overspend on the Dereham-Guardian Road Junction and Roundhouse Way Transport Interchange.

Background

Prior to the Growth Deal capital programme, the Department of Transport delegated responsibility for allocating funding for capital transport projects to the Norfolk and Suffolk Local Transport Body (LTB), an unincorporated entity. The LTB was subsequently subsumed into the LEP as a sub-committee of the LEP Board with the LEP executive responsible for managing local capital transport projects. The LTB operated a two-stage approval process which incorporated DfT requirements; an initial assessment as part of the appraisal on new projects prior to Growth Deal Programme entry and a further approval of constituent schemes on completion of the design stage involving a proportionate Business Case.

On 21 Nov 18, the LEP Board agreed to amalgamate the Local Transport Body and Board into a single forum with greater emphasis on developing and implementing the Integrated Transport Strategy Delivery Plan. This included the transfer of responsibilities for reviewing projects, approving and recommending investment decisions to the Investment Appraisal Committee (IAC).

The Norwich Area Transportation Strategy (NATS) is a Growth Deal project, approved by the LEP board in 2015. It was originally promoted as a city-wide collection of schemes, but at the

request of Government it was divided into two separate packages; one for the City Centre and a second for the A11 Corridor.

The two NATS packages have proven difficult to deliver, with significant delays incurred through a mixture of land purchase, planning permission, difficult design and public consultation. Costs for the City Centre package have also risen. In its feedback to NCC following a rejected application for additional funding toward the NATS City Centre package, the LEP reiterated the possibility of covering the cost overrun from the likely underspend in the NATS A11 package and stated that “the LEP Board would be happy to receive a formal proposal to this effect”.

A formal proposal was submitted to the LTB on 23 Feb 18, to balance an underspend on one scheme (Daniels Road Junction Improvement) and overspend on another (Guardian Road Junction Improvement). The LTB recommended to approve the transfer of £350,000 from the NATS A11 Corridor Package to the NATS City Centre Package. On 21 Mar 18 the LEP Board approved this transfer of funds between packages. The current composition and funding allocation for the two NATS Packages is as follows:

- **NATS City Centre Package (£7.350M)** – principally to improve connectivity and accessibility within the core retail and business district by removing through traffic from the city centre, but retaining access to car parks, businesses and other premises. The package comprises of:
 - Phase I; Chapelfield North scheme (pre-Growth Deal),
 - Phase II (£2M); Golden Ball St, Westlegate, All Saints Green, Ber Street & Finkelgate
 - Guardian Rd Junction (£1.9M); with A1074 Dereham & A140 Sweetbriar.
 - Roundhouse Way Bus Interchange (£0.45M); Northwest of A11 junction.
 - Phase III (£2.6M); Prince of Wales Road, Rose Lane and Agricultural Hall Plain.

 - Salhouse Road Bus Rapid Transit (£0.4M).

- **NATS A11 Corridor Package (£3.825M)** - focussed on the A11 corridor, to connect Norwich city centre to growth areas in the south west including at the Norwich Research Park, University and Hospital cluster, Cringleford, Wymondham and Hethersett:
 - Part 1 (£2.175m);
 - UEA Bus/Transport Interchange upgrade,
 - Eaton Centre to Newmarket Rd south slip Rd cycle facilities,
 - Toucan crossing on Newmarket Rd between poplar Ave & Unthank Rd,

 - Cycle link extension from Hethersett to Wymondham (off-carriageway),
 - A11 North slip road - Cringleford cycle track,
 - Scheme Development.
 - Part 2 (£1.65M); Junction improvement at A11 (Daniels Rd) & Outer Ring (Newmarket & Mile End Roads).

1. Reallocation of Growth Deal funding within the NATS A11 Corridor Package.

Introduction. The Highways Team at Norfolk County Council (NCC) has requested the reallocation of a £495,000 between schemes within the NATS A11 Transport Package for the following reason:

- Delivery of the Wymondham – Hethersett Cycle Track is forecast to cost £395k more than the initial forecast, and a planned extension to the scheme seeks £100k of local match to support a bid to the Transforming Cities Fund.

- Delivery of the A11 Daniels Road Junction Improvement is now forecast to cost £750k less than the previous forecast.
- £175k allocated to Scheme Development is no longer required for the remaining elements of the package.

Good progress is being made on delivery of the Wymondham – Hethersett Cycle track with 2 of the 4 construction phases now complete, with construction underway on the remaining 2 phases. All works funded by Growth Deal are planned to be complete by the end of March 2019.

The cycle path has required construction works outside a large number of dwellings, which all require bespoke accommodation works to ensure it does not cause flooding to private properties or hinder access. This proved significantly more complex, costly and time consuming to construct, the which was only determined during detailed design. Delays in construction over the winter period and significant traffic management in the form of temporary traffic lights and associated resourcing have also proved expensive.

Delivery. Work to the A11 Daniels Road / Outer Ring Road (ORR) scheme to increase A11 capacity will now involve amendments to existing signal-controlled junctions. Traffic modelling highlighted additional gains to be made by amending the signal-controlled junction at Colman Road / South Park Avenue and installing staggered pedestrian crossings at locations on Mile End Road / Colman Road between South Park Avenue and Daniels Road roundabout.

This scheme was presented at the December 2018 Norwich Highways Agency Committee (NHAC) meeting and approval was given to consult on these proposals. This is currently underway. Subject to approval at the NHAC meeting, construction work would start in late summer-2019. An estimate for these works indicates a total spend of approx. £900k, and thereby a saving of £750k against the Growth Deal budget.

Funding. Part of the saving from the A11 Daniels Road Junction improvement to be transferred to the Wymondham – Hethersett Cycle Track, as follows:

Scheme	Growth Deal Allocation	Forecast Cost	Variance
Scheme development	£175k	£0	-£175,000
A11 Daniels Road / Outer Ring Road	£1,650k	£900k	-£750, 000
Wymondham – Hethersett Cycle Route Phases 1-4	£1,300k	£1,695k	+£395k
Wymondham – Hethersett Cycle Route Phase 5, (supporting bid to Transforming Cities Fund)	0	£100k	+£100k
		Remainder:	-£430k

Link to Economic Strategy. These transport packages were incorporated into the Growth Deal before publication of our Economic Strategy for Norfolk & Suffolk. The Key benefits are as follows:

- Daniels Road Junction. Aims to reduce delays experienced by bus passengers and general traffic on Newmarket Road (A11) and ensure the ring road remains sufficiently free flowing. This will benefit all modes of transport on this key corridor linking the city centre with the radial routes to the south-west of Norwich where growth is planned at housing and employment sites in Cringleford, Hethersett and Wymondham, as well as further afield at Thetford.
- Wymondham to Hethersett Cycle Path. Will provide dedicated off-carriageway cycle facilities to the Wymondham growth area. It will tie into the existing cycling provision at Queens Road Hethersett, which forms part of the longer distance route connecting with

the Blue Pedalway and will provide a link between the residential areas of Wymondham and Sprowston to the north of Norwich City.

2. Transfer of £415,000 between NATS Packages.

Introduction. The Highways Team at NCC has requested the reallocation of a £415k of funds between the two NATS packages for the following reason:

- Delivery of the Guardian Road junction improvement, part of the NATS City Centre Package, is now likely to require a further £120k more than the previous forecast of £2.25M.
- The Roundhouse Way Bus Interchange is forecast to cost an additional £295k
- Conversely, delivering the Daniels Road scheme within the NATS A11 Package is forecast to release £430k of I GD allocated funding.

NCC initially raised the likely overspend on the Guardian Road junction back in October 2017, and the possibility of covering the cost through virement from the NATS A11 was discussed. A formal proposal was submitted via the LTB on 23 Feb 18, who recommended to approve the transfer of £350,000 from the NATS A11 Corridor Package to the NATS City Centre Package. This transfer was approved by the LEP Board on 21 Mar 18.

Delivery. The Guardian Road scheme was significantly more complex than first envisaged, with additional costs related to drainage, utilities and traffic management. The revised junction is performing well, with queues largely eliminated at all times of the day. Journey times have been reduced and congestion has been eased considerably. Positive feedback has been received from a wide range of stakeholders. Accounts are being finalised and a funding shortfall of £120k is forecast.

Work on the Roundhouse Way Bus Interchange started on 18 Feb 19 and will complete mid-May 2019. There were significant delays in negotiating a successful transfer of land to NCC from a consortium of land owners, and the final costs for design and legal fees were higher than anticipated. The presence of a gas, electricity cables and ducting at the site, which only became clear at an advanced stage of design, required changes and an amendment to the planning permission, adding resource time and associated cost. Due to concerns raised by the nearest residents and a need to minimise environmental impacts, additional costs were needed to move trees within the site, as well as undertaking additional landscaping and other mitigation measures. Additional costs are calculated as £295k.

Funding. The saving from Daniels Road Junction scheme in the NATS A11 package to be reallocated to the NATS City Centre Package to meet the increased costs of both Guardian Road Junction and Roundhouse Way Bus Interchange as follows:

Scheme	Growth Deal Allocation	Forecast Cost	Variance
Guardian Road Junction	£2,250k	£2,370k	+\$120k
Roundhouse Way Bus Interchange	£400k	£695k	+\$295k
Saving A11 Daniels Road / Outer Ring Road	£415k	£0	-\$415k

Link to Economic Strategy. These transport packages were incorporated into the Growth Deal before publication of our Economic Strategy for Norfolk & Suffolk. The Key benefits are as follows:

- Guardian Road Junction. This scheme will improve connectivity and access within Norwich; reduce congestion and journey times for businesses and commuters, improve bus reliability and conditions for pedestrians and cyclists, and bring forward growth.

- Roundhouse Way Transport Interchange. Provides significant benefits to public transport users travelling to the Norfolk and Norwich University Hospital (NNUH), University of East Anglia (UEA) and the Norwich Research Park (NRP) from the A11 corridor, as its avoids the need to travel into the city centre and back, saving around 25-40 minutes per journey,

Summary and Recommendation

The Investment Appraisal Committee is requested to:

1. Approve the reallocation of Growth Deal funding within the NATS A11 Corridor Package;
 - a. utilising a £395,000 underspend from the A11 Daniels Road Junction Improvement and Scheme Development toward the Wymondham to Hethersett Cycle Link.
 - b. a further £100,000 from the A11 Daniels Road Junction for an extension to the Wymondham to Hethersett Cycle link, part of a bid toward the Transforming Cities Fund.
2. Recommend to the LEP Board the Transfer of £415,000 from the NATS A11 Corridor Package (underspend on A11 Daniels Road Junction) to the NATS City Centre Package to balance an overspend on the Dereham-Guardian Road Junction and Roundhouse Way Transport Interchange.