



GLLEP INVESTMENT COMMITTEE

17th June 2019

Microsoft Teams Meeting

Paper 0 - Agenda

Time	Item and brief description	Lead	Access/Circulation
15:00	Welcome, Apologies, Declarations of Interest <ul style="list-style-type: none"> Approval of Minutes 20th March 2020 	Chair	All Members Paper 1 attached
15:10	Greater Lincolnshire Growth Fund <ul style="list-style-type: none"> Report for Decision (Commercial in Confidence) Due Diligence Report (Commercial in Confidence) 	Michelle Davis/Russell Copley Greenborough Management Ltd	All Members Paper 2 attached Paper 2.1 attached
15:35	Growth Deal Programme Update <ul style="list-style-type: none"> Report for information Covid 19 Impact Analysis Scenario Planning 	Halina Davies, LEP/Linsay Hill Pritchard, AB	All Members Paper 3 attached Paper 3.1 attached Paper 3.2 attached
15:50	AOB and close of meeting		

Attendees: Pat Doody (Chair), Chris Baron (Butlins), Dean Fathers (Health Care lead), Cllr Philip Jackson (NELC), Cllr Rob Waltham (NLC), Cllr Colin Davie (LCC)

Apologies: None

Tentative: Andrew Crookham (S151 Officer - Accountable Body)

Observers: Pete Holmes (BEIS), Josephine Dexter (BEIS)

Officers: Ruth Carver (GLLEP), Halina Davies (GLLEP), Linsay Hill Pritchard (Accountable Body), Sue Groves (Note Taker)

For Agenda Items: Russell Copley, Michelle Davis (Item 2)

17th June 2020 GL LEP Investment Board - Conflict of Interest Table

There are no conflicts of interest for this meeting.

Board Member	Project	Conflict

LEP INVESTMENT COMMITTEE

20th March 2020

By Telephone Conference Call

Draft Minutes

Draft Minutes

Present:

Board Directors: Pat Doody - Chair (Nat West), Cllr Colin Davie (LCC),
Cllr Philip Jackson (NELC),

LEP Officers: Halina Davies, Ruth Carver

Apologies: Cllr Rob Waltham (NLC), Chris Baron (Butlins), Andrew Crookham (S151 Officer), Lindsay Hill Pritchard (Accountable Body)

Welcome by the Chair

Apologies and Declarations of Interest

Formal apologies were received from the following:

Cllr Rob Waltham, Chris Baron, Andrew Crookham, Lindsay Hill Pritchard

There were no declarations of interest for the items being discussed.

Full declarations of interest can be found at

<https://www.greaterlincolnshirelep.co.uk/documents/declarations-of-interest-register-nov-2016/>

The board were reminded that declarations of interest are required as part of LEP governance and must be submitted at least annually, and if anything changes to notify the LEP office at the earliest convenience.

Invest and Grow Loan to International Bomber Command Trust

Committee members were provided with an overview of the current situation regarding the existing Invest and Grow loan to the Bomber Command Memorial Trust. The loan agreement period is coming to an end and the organisation is in a different position to what it had anticipated at this point in time, having to deal with the passing of two guarantors and the potential longer term impact of COVID-19.

There has been a continued dialogue with the loan recipients and advice has been sought from both external consultants Thomas Lister Ltd and Legal Services Lincolnshire with regard to the most viable and sustainable way forward.

Having carried out due diligence a new loan agreement was not considered the best solution, hence a variation to the existing agreement under commercial terms was discussed in more detail, taking into account the HSBC 1st charge on the property.

The Committee was asked to consider the following recommended option:

- An award of de minimis funding of 180,000 Euros, currently £157,024 to IBCC, which will reduce the amount of outstanding debt to £592,976. Such award shall be drawn from the flexible funding that can be used for loans, grants and other areas of expenditure as set out in paragraph 3.3 of Paper 4.2.

- A variation to the existing loan agreement for the remaining amount so as to enable an extension to the loan repayment over a three year period to be put in place, subject to all of the conditions set out in paragraphs 5.3 and 5.4 of Paper 4.1 being met. The amount of loan will be approximately £592,976 (subject to exchange rates). Such variation shall be subject to the agreement of LCC as accountable body.
- Given the rapidly changing global circumstances and the likely implications of Covid-19 for the Trust's income streams, the Board were asked to endorse the need for flexibility to defer interest for up to 6 months, in principle. Such flexibility, if needed, shall be brought back to the Board for approval.
- Any 2nd charge on the property via Lincolnshire County Council as Accountable Body would be dependent on HSBC being agreeable and being prepared to take forward their charge at the same time should the need arise.
- IBCC will obtain written confirmation from HSBC that the terms and conditions of their loan are being fully met, and will share it with GLLEP accordingly.
- The Committee was mindful that due to COVID-19 restrictions, the business will now have an enforced long period of closure with no visitor contributions and the LEP will need to remain supportive. A six month interest free period was suggested as a possible solution within the overall package of support.

Decision

Recommendation within the paper was fully supported, with a 2nd Charge being introduced on the property, and a package of short term supportive measures in response to COVID -19 impact to be introduced.

Discussion on impact of COVID-19

There was a discussion held on how the LEP might help bridge the gap between key local issues and emerging government support mechanisms to businesses. It was noted that councils are currently trying to manage the crisis and that any support the LEP can give to help get advice out to businesses quickly will be greatly welcomed.

It was suggested that a weekly dial in for the GLLEP Board would help everyone co-ordinate their efforts, respond to weekly government/NHS advice and share briefing on the latest intelligence. It would enable Board members to act as ambassadors for the area and get messages out to businesses quickly, in addition to sharing new ideas/solutions during the outbreak.

The LEP are already working directly with the Growth Hub in responding to businesses and the LEP CEO is Chairing a Business Cell.

Key issues already emerging and areas with potential for collaborative input include:

- Unloading, packaging and distribution of food
- Lack of production line staff
- Uncertain employment for seasonal staff in coastal areas
- Closure of caravan park facilities in coastal areas but 30% occupancy - pressure on local health services
- Ageing population - potentially higher number of people critically affected in Greater Lincolnshire
- Tourism sector effectively closed for business for several months - key local sector for Greater Lincolnshire, significant number of related businesses

From Monday a local helpline will be in place for businesses covering issues and highlighting opportunities.

Our BEIS representatives are involved in weekly reports on local economies to central government and will capture Greater Lincolnshire's position with regard to information and intelligence, particularly where vulnerable sectors are concerned.

It will be important to continue to co=ordinate business support activity through the Growth Hub even on social media to avoid confusion and keep a consistent message.

The board acknowledged the LEPs 4 key messages and that these will be reviewed and updated on a weekly basis.

Decision

Weekly LEP board member briefing to be arranged and subsequent emerging messages to be actioned/disseminated every Friday to our business community.

Next Investment Board Meeting

To be confirmed via email as required.

PAPER 3

GROWTH DEAL UPDATE REPORT

Publication	Public Paper (published)					
Meeting date:	17 th June 2020					
Agenda Item:	3					
Item Subject:	Report on Growth Deal Progress, Scenario Planning and post Covid 19 impacts					
Author:	Halina Davies					
For:	Discussion	Yes	Decision		Information	Yes

1. SUMMARY

- 1.1 The Committee is asked to note the progress made in delivery of the Growth Deal Programme, scheme impacts due to Covid 19, BEIS review expectations in relation to allocations and measures being taken to ensure grant expenditure this financial year.

2. BACKGROUND

- 2.1 This paper looks to update the Committee on the impact of Covid 19 on our SLGF programme. Paper 3.2 shows estimated figures for 2020/21 should schemes be delayed by 3, 6 or 9 months based on previous forecasts; and Paper 3.1 explains reasons for schemes delays, provides revised milestones and assesses risk levels following recent correspondence with grant recipients. As stated to the GL LEP Board on the 10 June 2020, actual figures for Quarter One of 2020/21 will not be formally reported until August 2020 following July claim submissions, as agreed with government.
- 2.2 On the 13th May 2020 Stephen Jones the Co-Director of Cities and Local Growth Unit (CLGU) wrote to all LEP Chief Executives to set out in detail the government's approach to paying to LEPs/accountable bodies the remaining 2020/21 LGF allocations in the final year of the programme. This was followed up with an email on the 2nd June 2020, which provided a template for completion by the 17th June 2020. The purpose of this review is to help CLGU understand what impacts Covid-19 may be having on the delivery of our LGF capital programmes before further funding is paid out. This national review will collect information on how far projects are contractually committed, when they are due to start delivering, and plans for managing spend in year.

3. PROGRESS TO DATE AND COVID IMPACTS

- 3.1 The Growth Deal programme is 100% contracted and as confirmed at the 10th June GLLEP Board, prior to Covid-19 all schemes were on track to deliver by 31 March 2021. The contractual commitments in place total £362.4m with £123.7m relating to growth deal grant funding. Projects are estimated to spend £34m of SLGF expenditure in the final stage of the programme, this includes the remaining £18m of grant to be received from Government in 2020/21, repaid balances from withdrawn projects and money previously identified through freedoms and flexibilities as detailed in the table below..

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GROWTH DEAL UPDATE REPORT

Current Position	
SLGF 20/21 Allocation (not yet received)	£18.153
SLGF OFFSET	£10.356
SLGF Reserve (from paid back monies)	£3.653
SLGF In Year (20/21 Paid back/contract Variations)	£2.339
TOTAL	£34.501

- 3.2 When Covid-19 took effect several growth deal schemes were unavoidably delayed and have only just begun to return to site. Grant recipients have been very helpful in keeping GLLEP fully informed of impacts, programme changes and progress being made.
- 3.3 The table in Paper 3.1 provides an overview of each live contracted scheme, helping us to understand what progress has been made, delays experienced, whether freedoms and flexibilities will be required to help ensure grant expenditure this financial year and level of risk. This should be viewed and considered in conjunction with the scenario planning analysis demonstrated in Paper 3.2 (already shared with the GLLEP Board on the 10th June 2020).
- 3.4 As can be seen in Paper 3.1 many of our schemes have overcome several issues to progress and are on target to spend grant contributions in full by 31 March 2021. For example, the A46/A15 Riseholme Roundabout scheme has had to manage additional costs generated by delays to enable it to continue, overcome initial supply chain issues, and work with the contractors to ensure social distancing measures are possible and safely achieved in addition to delivering the project as originally planned. There are several scenarios like this, which is a testament to the commitment levels and determination of our grant recipients to deliver this strategically important programme for Greater Lincolnshire.
- 3.5 We remain confident that utilising our freedoms and flexibilities we can achieve the targets required of us for 2020/21 by Government. These might include revising our in year intervention rates, utilising some of our remaining offset in 2021/22, or releasing more grant to an initial phase of a scheme and rebalancing in 2021/22.

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GROWTH DEAL UPDATE REPORT

4. RELEASE OF GRANT TO GL LEP

- 4.1 As confirmed at GL LEP Board £12,102,035 of grant was received by our accountable body from Government on the 26th May 2020, leaving £6,050,965 still to be released. Having now received the guidance and supporting template for completion we know the decision on when to release the remaining allocation will be informed by expected Q1 progress, ability to spend the remaining grant within 2020/21 utilising our freedoms and flexibilities, and commitment levels.
- 4.2 We are in the process of making a strong case to Government to enable the remaining £6m of SLGF grant to be transferred to our accountable body in early August 2020; if the review demonstrates specific issues that mean CLGU aren't able to release the final 1/3 of funding at that point, they will continue to work with us to identify the best course of action and review the situation again later in the autumn.
- 4.3 Our completed template providing the detail BEIS require from GLL LEP to make their decision will be submitted on the 17 June 2020.

5.0 PIPELINE

- 5.1 We continue to review, develop and prioritise our pipeline of projects so that we can be ready to progress them should new grant funding become available or existing funding pots be repurposed. Having a sizable strategic pipeline in place has provided Greater Lincolnshire with some very strong opportunities to progress in the short to medium term, both to support economic recovery and continue to drive forward growth and innovation.

- 5.2 We are looking at our pipeline list in three contexts:

- Larger Strategic Projects
- Short-term Delivery
- Covid led recovery focused projects

Some schemes may relate to all three categories others, only one but important that we consider how our pipeline might be applied in appropriate ways to different scenarios.

- 5.3 We have also ensured that our pipeline proposals include schemes in areas that are currently transitioning into the Greater Lincolnshire fold.

6.0 CONCLUSION

- 6.1 The Board are asked to note progress of the Growth Deal programme to date, endorse the proposed application of freedoms and flexibilities to enable grant expenditure for 2020/21 and to discuss implications of the scenario planning provided.

PAPER 3.1

LIVE LGF SCHEME EXPENDITURE IN 2020/21 AND POST COVID ANALYSIS

PROJECT	CURRENT PROGRESS	FREEDOM & FLEXIBILITY REQUIRED AT YEAR END	POST COVID RISK LEVEL	OUTSTANDING SPEND, KEY CONCERNS & MITIGATIONS
Northern Junction Roundabout	<p>ESH (the contractors) required a 3 week mobilisation period from the point of signing a contract. Scheme will be now be on site 6 July 2020 according to the accepted and contracted programme. The delays getting on site are as a result of Covid-19. Highways England has also had to delay the start of their scheme on the M180 as a result. The delay relates to getting contractors to site to discharge planning conditions namely Archaeology, which has resulted in a delay in getting ESH to site in addition to their supply chain issues. The implications are that the completion date has moved back slightly (had hoped mid-June).</p> <p>ESH Construction Ltd are confident that their supply chain is now operational and shouldn't provide any issues for the delivery of the scheme.</p> <p>The current contracted completion date is 2 April 2021. ESH will obviously work as hard as possible to complete prior to the end of March 2021, but this will be difficult to achieve.</p>	Yes	Red	<p>Still £4.5m to spend on the project in 2020/21 of which £4.5m relates to LGF grant.</p> <p>Limited flexibility as no match funding involved.</p> <p>NLC has incurred some additional costs as a result of the delay. The additional costs are to be covered using NLC capital funds at present, with a view to trying to recoup costs through s106 payments.</p>
Grantham Southern Relief Road	<p>Drainage works and earthworks will be the main focus in June.</p> <p>Achieved in April and May:</p> <ul style="list-style-type: none"> Completed bored piling works to the western half of the new underpass Continued earthworks to the western and 	<p>Yes</p> <p>Will potentially need to consider in year changes to intervention rates to be rebalanced in 2021/22.</p>	Amber/Red	<p>Still £44.3m to spend on the project in 2020/21 of which £9.4m relates to LGF grant.</p> <p>Works have continued on Phase 2 where possible. Phase 3 continues to be worked on, however LCC has made the active decision not to award the</p>

	<p>eastern roundabouts and slip roads, including lime modification</p> <ul style="list-style-type: none"> • Started drainage works for the eastern roundabouts • Completed bored piling works and installed temporary sheet piling adjacent to the northbound A1 • Continued archaeological works for Phase Three east of the railway • Carried out ground surveys and trial holes for Phase Three <p>What's happening in June:</p> <ul style="list-style-type: none"> • Complete pile cropping and commence reinforced concrete works to underpass • Complete current phase of earthworks and top soiling • Continue drainage works to the eastern roundabout and commence drainage to the western roundabout • Continue final archaeological works and carry out further geotechnical trial holes for Phase Three 			<p>contract fully until the current quarantine is ended.</p> <p>Still some concerns over availability of critical materials and the work required from the public utilities. LCC working closely with Galliford Try to resolve issues as they emerge.</p>
Sleaford Growth Project Phase 2 – Holdingham Roundabout	<p>The start of works at Holdingham Roundabout has been moved to February 2021. One of the knock-on effects of starting the rugby club works two months late is that LCC has had to push back the start of Holdingham Roundabout works.</p> <p>LCC were originally supposed to start these straight after the rugby club junction; however, this would have meant trying to do earthworks at Holdingham during the autumn and winter months, at significant additional cost. Starting the works just ahead of next spring will not only provide a better end product, but it will cost less money and take less time to build.</p>	<p>Yes</p> <p>Can look at intervention rates and potentially draw down more against Phase 1 if necessary in 2020/21 to be rebalanced in the overall project later on.</p>	Amber/Red	<p>Still £5.88m to spend on the project in 2020/21 of which £1.04m relates to LGF grant.</p> <p>Weather could still prove to be a risk, but with works starting in February 2021 will only require limited flexibility to achieve full grant spend.</p>

Access to Employment Zones Phase 1 – Toll Bar	<p>Timeline unchanged, NELC intend to start on site on the 27th of July.</p> <p>Looking to complete the scheme by December 2020. No known cost change to the scheme which is currently out to tender, so more information will be available towards the end of June.</p>	Yes	Amber	<p>Still £1.5m to spend on the project in 2020/21 of which £1.27m relates to LGF grant.</p> <p>Access to Employment Areas Programme under revision, majority of programme should be complete for March 21, but this is reliant on relaxation of social distancing guidelines. If these continue to be enforced for a prolonged period then agreement may need to be sought to extend delivery into 2021/22.</p>
Agri-Food Centre of Excellence	<p>The scheme is continuing to progress construction on site at present.</p> <p>To date, there has been a 9 day delay experienced on the scheme. Beyond there, there are further challenges with welfare facilities, maintaining social distancing requirements and the increased risk of significantly reduced productivity that will be experienced later in the project as finishing trades come on to site if there are no changes to the social distancing requirements.</p> <p>The current completion date for construction is the 18th of February 2021, however this does not account for any future delays that may be experienced.</p>	Yes	Amber	<p>Still £5.16m to spend on the project in 2020/21 of which £1.29m relates to LGF grant. UOL has provided a re-forecasted figure of £1,079,767 for Q1 2020 expenditure based on current knowledge.</p> <p>Delays with utility companies but progress has continued on site with the main structure.</p> <p>Several materials are becoming increasingly difficult to get and there is a country wide shortage of certain materials including plasterboard, brickwork, steel framing systems. There are further issues with receiving materials from overseas such as the lift, air source heat pumps.</p> <p>UOL and their contractors are working proactively to continue communication with the suppliers and where possible, place early orders to secure necessary stock. One example</p>

				<p>of this is the brickwork where the University took the decision on additional cost of circa £2,500 to change to an alternative brick, but this meant the stock was secured and de-risked the programme in the future. The Covid-19 risk register is reviewed as a team on a weekly basis to track movement of risk on specific activities and materials.</p>
Gainsborough Growth Project - Phase 2	<p>Bowling Green Road started on site at the end of May with an expected 9 month programme which should take us to late Feb 2021 (with no contingency) to complete the land remediation; however the contractor is advising that with the social distancing measures they'll have to put in place, the build programme will be longer than expected.</p> <p>At this stage the contractor is still reprogramming the project, but they've verbally advised that they might require a 3 month extension post March 2021. We will clarify this position as the scheme progresses.</p> <p>In terms of the Corringham Road element, we understand that the contractor is now aiming to start in October 2020 with a 14 week programme. LCC has advised that this scheme is currently still due to complete December 2020 rather than November 2020, but we're not sure yet how the Coronavirus will impact on this timeline</p>	<p>Yes</p> <p>Will potentially need to consider in year changes to intervention rates to be rebalanced in 2021/22.</p>	Amber	<p>Still £4.6m to spend on the project in 2020/21 of which £2.75m relates to LGF grant.</p>
Skills Capital Investment Fund	<p>Skills programme grant already drawn down in the main, but the Lincoln College project will not start until early 2021 and will not complete until</p>	<p>Yes</p> <p>Will potentially need to consider in year changes</p>	Amber	<p>Still £5.3m to spend on the project in 2020/21 of which £0.5m relates to LGF grant.</p>

	<p>September 2021, hence high risk for LCC.</p> <p>DN Colleges Group has also indicated that UNCL have experienced 2 unforeseen circumstances with the recently funded building which will impact on overall costs.</p>	to intervention rates to be rebalanced in 2021/22.		
Advanced Engineering R and D Centre - The Bridge	<p>The project continued to deliver at risk during Covid as UOL waited for the ERDF contract to be signed off. This was signed off by both parties on the 1 June 2020.</p> <p>Due to the delay on the ERDF contract being signed off, there has been a direct impact on the construction activity. Until all funding agreements were agreed, the University was unable to sign off on capital activity, however a re-profiling exercise now underway.</p> <p>Due to the delays experienced by Covid-19 the scheme completion dates will be pushed back significantly beyond 31st March 2021, but deliverable within ERDF end dates.</p>	Yes	Amber	<p>Still £4.74m to spend on the project in 2020/21 of which £1.8m relates to LGF grant.</p> <p>Concerned over alignment with ERDF timeframes and increased costs from existing contractor - university reviewing.</p>
Borderville Expansion Project	<p>Did not start the build as scheduled due to Covid. College staying in touch with the builders, and hope once the green light is given for construction they will be on-site. Meeting held to discuss the materials supply chain, this rather than the willingness of the contractors led to delay - reviewed 22nd May.</p> <p>Awaiting further update from New College Stamford on the current position.</p>	Yes	Amber	Still £2.24m to spend on the project in 2020/21 of which £1.12m relates to LGF grant.
Boston Quadrant Infrastructure Programme	Known delays on site for match funding element only.	No	Amber	Still £5.6m to spend on the project in 2020/21 of which £0.04m relates to LGF grant.

Unlocking Rural Housing Programme	Only 1 scheme left to complete - contract set up. Housing outputs will be post March 2020/21	No	Amber	Still £4.43m to spend on the project in 2020/21 of which £0.04m relates to LGF grant.
Bishop Burton College Lincolnshire Showground Riseholme Campus	Scheme completed on site. Residual match funding only left to spend and monitoring of outputs ongoing.	No	Amber/Green	Still £0.09m to spend on the project in 2020/21. LGF grant already drawn down.
A46/A15 Riseholme Roundabout	<p>Improvements to the roundabouts northwest and southeast corners are the primary focus for the coming months.</p> <p>Achieved between February and May:</p> <ul style="list-style-type: none"> • Constructed site compound • Completed vegetation clearance • Completed main Anglian Water diversion near the roundabout's northern arm • Removed existing islands at all roundabout approaches and raised to existing road level • Dug trial holes and stripped topsoil from the northwest and southeast corners of the roundabout • Constructed six new manholes with connecting drainage • Built up the southeast corner's embankment • Completed installation of 10 new street lighting columns and electrical feeds <p>What's happening in June and July:</p> <ul style="list-style-type: none"> • Finish build-up of the northwest corner's embankment • Construct / install new manholes, gullies and drainage at the northwest and southeast corners of the roundabout • Excavate to allow lower layers of new road surface to be constructed at the northwest and southeast corners 	No Project should complete fully in 2020/21.	Amber	<p>Still £4.2m to spend on the project in 2020/21 of which £2.2m relates to LGF grant.</p> <p>Breheny returned to the site on Monday 4th May. A new target cost has been agreed. Scheme is 3 weeks behind due to Covid 19. If supply chain remains strong then ok. Revised working practices are in place and quiet roads have enabled working on all 4 quadrants of the site.</p>

	<ul style="list-style-type: none"> Installing new kerbing for the widened roundabout approaches and exits at the northwest and southeast corners New road laid for widened carriageway sections on southeast corner. Begin embankment, drainage and kerbing works at the southwest and northeast corners 			
Access to Employment Zones Phase 2 – Littlecoates Road	<p>Scheme starting on site 15th June. Utility works have been an obstacle, but NELC now in a position to make quick progress with the scheme. Covid impacted with a 12 week stand-down on site and associated costs.</p> <p>Programme still under revision but currently expecting to complete late August / September.</p> <p>Revised forecasts will be provided in due course, as negotiations regarding the 12 week stand-down costs are still on-going.</p> <p>Some elements are currently being delivered in line with COVID-19 Government guidance. Other work streams are currently on hold until social distancing guidelines are relaxed.</p>	No Project should complete fully in 2020/21	Amber	<p>Still £1.37m to spend on the project in 2020/21 of which £1.14m relates to LGF grant.</p> <p>There have been 3 months of delays on site – project manager instructed a pause due to the supply chain not being able to keep materials arriving at the site. There are costs associated with this which the project may not be able to find in the contingency budget.</p> <p>Looking at alternative delivery methods and how interventions can be delivered and be COVID-19 "safe".</p>
South Humber Infrastructure Investment Programme (SHIIP) Phase 1 – Mitigation Sites	<p>The first mitigation site, Cress Marsh, was completed in December 2018 and provides nearly 100ac of mitigation land which has already allowed organisations to take advantage of the mitigation strategy. The next two sites are in the process of being acquired and construction should start towards the end of 2020.</p> <p>Revised forecasts were submitted as part of the variation agreed by the LEP in April 2020.</p>	No	Amber	<p>Still £4.1m to spend on the project in 2020/21. LGF grant already drawn down.</p> <p>The first site was not affected but the acquisition of the next two sites has been slowed by the fact the landowners are more focused on Covid issues than land transactions. Now that both parties have committed to sell there should be no further delays related to Covid.</p>

				<p>It was agreed by the LEP Board that this is a long-term project with outcomes expected up to 2035 and beyond. Therefore, as long as the next sites are completed before April 2021 the remaining sites are scheduled to complete sometime after that. The grant funding has already been spent and it is only NELC's match-funding that is remaining.</p>
<p>South Humber Infrastructure Investment Programme (SHIIP) Phase 2 – Humber Link Road</p>	<p>Phase 1 of 3 phases was completed in April but the site has been closed since then due to concerns that Covid-19 would affect the contractor's ability to complete the works on Phase 2 and 3 if they started. There is now confidence that supplies are in place and that utilities are able to complete their works so the site will reopen on June 8th 2020.</p> <p>Additional costs and a delay in completion of around 2 or 3 months; however despite the delay the project will be completed early in 2021.</p> <p>The revised expenditure forecasts will not be available until the contractor issues the Compensation Events and the revised programme is agreed. They will be submitted with the July claim.</p>	<p>No</p> <p>Project should complete fully in 2020/21</p>	<p>Amber</p>	<p>Still £0.82m to spend on the project in 2020/21 of which £0.2m relates to LGF grant.</p> <p>The delay has created additional preliminary costs which are not quantifiable at the moment. There may also be additional costs should the revised project programme be extended due to Covid-19 issues. Again this is not quantifiable until the contractor returns to site and a new programme is agreed.</p>
<p>Scunthorpe Town Centre</p>	<p>The Town Centre Highways works recommenced last week. NLC now have PBS NE Construction on site and delivering the remaining works. They are working to a 14 week programme, which should see completion of works in September 2020.</p>	<p>No</p>	<p>Green</p>	<p>Still £0.13m to spend on the project in 2020/21 of which £0.09m relates to LGF grant.</p> <p>Scheme has had to overcome some complex issues. The main contractor</p>

				<p>Clugstons went into administration, the traffic light provider and installer went into administration and then Covid-19 impacted as well.</p> <p>Had hoped for completion by the original agreed deadline of July – if it hadn't been for Covid-19 PBS would have been able to achieve this.</p>
Sleaford Growth Project Phase 1 – Rugby Club Junction	<p>Following a delay to the scheme's start date, on-site works officially started on Wednesday 27 May</p> <p>The focus over the first couple of months will be on the west side of the A153 and the A17 slip road, particularly diverting the underground BT cabling, removing kerbs, and excavating the area. Then the contractors will be working to install new kerbs, footways, ducting and a new culvert ahead moving over to the east side of the A153.</p> <p>Throughout the scheme, 12 new traffic signal heads and nearly a mile and half of ducting will be installed, along with roughly 3,500 tonnes of tarmac being used.</p> <p>The rugby club improvements are now set for completion this autumn.</p>	No	Amber	<p>Still £2.36m to spend on the project in 2020/21 of which £0.82m relates to LGF grant.</p>
Europarc Food Enterprise Zone	<p>As of March 2020 both units 1 & 2 piling works had been completed and the steelwork started. The project had encountered a slippage due to high winds proving it difficult to fix cladding onto the buildings. Jem Build Ltd (lead contractor) had to pause site operations for a few weeks as a result of Covid 19. They were able to partially return to work in mid-April as cladding materials were</p>	No	Amber	<p>Still £1.9m to spend on the project in 2020/21 of which £0.94m relates to LGF grant.</p> <p>There were initial issues with supply chain and proposed new methods of working which meant a pause to progress on site. However, for the</p>

	<p>available on site. A full return to site occurred on the 4th May. Both the contractor/client are pleased with progress taking this into account.</p> <p>Covid 19 has caused about a 6/8 week delay in total. It is envisaged the construction will require an 8 month build period. We are awaiting details on a revised programme from NELC.</p> <p>The initial part of the works will be complete by August 2020 so well before the March 2021 deadline. The additional works required such as tenant fit-out will be dependent on when the units are let.</p>			most part these have now been overcome. There have been no additional costs incurred.
Holbeach Food Enterprise Zone	<p>Business Continuity Plans were put in place during March – May with the contractor. Works re-started on the 1 June 2020.</p> <p>The current road construction scheme should be completed by 17 July 2020.</p>	No	Amber	<p>Still £6.32m to spend on the project in 2020/21. LGF grant already drawn down.</p> <p>At present there may be a delay in getting concrete due to the amount of sites in the local area re-starting, however this is only a low risk as a source and delivery has been secured. There is additional cost for the scheme due to Western Power and Anglian Water delaying their works in Feb / March. AW returned later in March / April to complete the on-site works. WPD are returning on 29 June 2020 for 5 days to undertake the substation works.</p>
Grantham Technology and innovation Centre	Residual match funding only requiring expenditure. Main build completed, in final fit out stage of the project.	No	Green	Still £0.06m to spend on the project in 2020/21. LGF grant already drawn down.

Gainsborough Growth Project - Phase 1	<p>The grant for Phase 1 has been claimed towards the Gainsborough Transport Modelling , Living over the Shops initiative and land acquisition costs. Remaining spend relates to match element of land acquisition costs and subsequent development scheme.</p>	No	Amber	<p>Still £4.27m to spend on the project in 2020/21.of which £0.34m relates to LGF grant that needs to be <u>credited</u> to Phase 2 of the scheme following a contract variation.</p> <p>Remaining match expenditure forecast relates to the land acquisition costs and development, but outputs clearly relate to a cinema being progressed, which may be impacted due to nervousness around Covid 19 impact on leisure sector. WLDC continuing to liaise with Cinema operators, but it is likely that the timescale of output delivery will be put back.</p>
Lincoln Medical School	<p>On site still and work progressing well.</p> <p>To date, there has been a 3.5 week delay experienced due to certain subcontractors and suppliers being furloughed on critical path activities. To reduce this delay impact, the team have collectively agreed on increasing labour levels on two individual packages to recover some of the time lost to date and this is being tracked on a weekly basis.</p> <p>The current anticipated completion date is the 24 March 2021 which includes the delivery of the International Institute of Rural Health and the delay experienced to date. This will be further reviewed to understand where the additional labour has helped to recover any delay experienced to date on the scheme. It should be noted that there may be further delays experienced as the building becomes more</p>	No	Green/Amber	<p>Still £14.3m to spend on the project in 2020/21 of which £0.5m relates to LGF grant.</p> <p>There have been several challenges in receiving materials on site which include the steel framing system, plasterboard, brickwork and further challenges still remain on the lifts which come from overseas and air conditioning and heating units which are in very low stock in the UK. The contractor is working proactively to put support sub-contractors is securing the supply required for the Medical School and the University has supported the contractor by providing a letter of importance for the scheme.</p> <p>The University has been able to</p>

	enclosed and there is a significant increase in labour during the finishing trades.			temporarily offer additional space within its buildings for welfare space to allow the maximising on numbers of operatives on site whilst maintaining social distancing requirements. UOL and its construction team are carrying out weekly reviews of the Covid-19 risks to see where they can be mitigated.
Skegness Business Park	At the last ED Capital Programme Board meeting on the 6 th May the Board gave the go ahead to start the highway and utility element of the scheme. The Professional Services Contract (RIBA Stage 4 – Detailed Design) is almost complete, and moving to Main Works Agreement (RIBA Stage 5 – Construction) the documentation is almost complete. The building element of the scheme is now being looked at as a "Joint Venture" route whilst adhering to the contract sections between the GLLEP and LCC. Although confirmation is needed from the Contractor, we believe the scheme can start on site late June 2020 and finish by the end of January 2021 weather and supply chain allowing.	No	Amber	Still £1.79m to spend on the project in 2020/21 of which £0.75m relates to LGF grant. Main risks would be weather and supply chain delays, but will not know if these prove to be an issue until the scheme is underway.
Digital technical transport and logistics academy	At the end of March, the contractor stopped all work on site. On 5th May, the college got confirmation from the contractor that they are getting materials delivered and the site is ready to resume work on Monday 11th May. The college had a progress meeting on 7th May at which they explored what impact the closedown and new working practices will have on the programme. GLLEP now have an updated programme for the	No	Amber	Still £2.58m to spend on the project in 2020/21 of which £2.04m relates to LGF grant. We are of course still in uncharted waters and there may still be further delays due to the pandemic, particularly if there are shortages of materials. Contractors are keeping the College well informed.

	main DTLA work which suggests that completion will be delayed until Christmas 2020. This is the contractor's current best estimate.			
Huttoft Visitor Centre	Scheme on Track. Ground Investigation completed mid-May and off-site construction of the Modular building is continuing at a depot in Hull. A new programme is yet to be issued by Integra in early June. It is expected that the completion date will be early to mid-August 2020. A tenant has been appointed but no contract of appointment has been formalised yet.	No Project should complete fully in 2020/21	Green	Still £0.55m to spend on the project in 2020/21 of which £0.23m relates to LGF grant.
Centre for Innovation in Rural Health	The fit out of the Centre for Rural Health (floor 3) will be re-sequenced and brought in line with the overall Medical School scheme. If further funding was to become available this would allow UOL to fully equip all laboratory spaces. Completion expected by March 2021.	No	Amber	Still £2.6m to spend on the project in 2020/21 of which £1.26m relates to LGF grant. UOL will be submitting their first claim for the Centre in Q1 of 2020/21 which will be around £78,000 relating to fees/prelim costs.

Paper 3.1 COVID SCENARIO PLAN

SLGF COVID SCENARIO PLAN	Scenario 1 - Pre COVID			Scenario 2 - July Start			Scenario 3 - October Start			Scenario 4 - January Start		
	Grant spend	Paid back/ adjustments	Revised figure	Grant spend	Paid back/ adjustments	Revised figure	Grant spend	Paid back /adjustments	Revised figure	Grant spend	Paid back/ adjustments	Revised figure
Q1 2020/21	£ 14.02	£ 0.73	£ 14.75	£ -	£ -	£ -	£ -	£ -	£ -	£ -	£ -	£ -
Q2 2020/21	£ 6.16	£ 1.60	£ 7.76	£ 14.02	£ 0.73	£ 14.75	£ -	£ -	£ -	£ -	£ -	£ -
Q3 2020/21	£ 2.72	£ 3.22	£ 5.95	£ 6.16	£ 1.60	£ 7.76	£ 14.02	£ 0.73	£ 14.75	£ -	£ -	£ -
Q4 2020/21	£ 5.60	£ 0.38	£ 5.98	£ 2.72	£ 3.22	£ 5.95	£ 6.16	£ 1.60	£ 7.76	£ 14.02	£ 0.73	£ 14.75
Subtotal to March 21	£ 28.51	£ 5.92	£ 34.43	£ 22.91	£ 5.55	£ 28.45	£ 20.18	£ 2.32	£ 22.51	£ 14.02	£ 0.73	£ 14.75
Q1 2021/22	£ -	£ -	£ -	£ 5.60	£ 0.38	£ 5.98	£ 2.72	£ 3.22	£ 5.95	£ 6.16	£ 1.60	£ 7.76
Q2 2021/22	£ -	£ -	£ -	£ -	£ -	£ -	£ 5.60	£ 0.38	£ 5.98	£ 2.72	£ 3.22	£ 5.95
Q3 2021/22	£ -	£ -	£ -	£ -	£ -	£ -	£ -	£ -	£ -	£ 5.60	£ 0.38	£ 5.98
Q4 2021/22	£ -	£ -	£ -	£ -	£ -	£ -	£ -	£ -	£ -	£ -	£ -	£ -
Subtotal to March 22	£ -	£ -	£ -	£ 5.60	£ 0.38	£ 5.98	£ 8.32	£ 3.60	£ 11.92	£ 14.49	£ 5.20	£ 19.68
TOTAL	£ 28.51	£ 5.92	£ 34.43	£ 28.51	£ 5.92	£ 34.43	£ 28.51	£ 5.92	£ 34.43	£ 28.51	£ 5.92	£ 34.43
The scenario planning looks at a shift of expenditure per quarter based on original profiles and then assess what budget allocation would be expended first. The current recommendation would be to spend the allocation first, in year adjustments followed by offset and then monies paid back in previous years.				2020/21 Allocation - 18.153 In Year - 2.339 Offset - 7.961 2021/22 Offset - 2.395 Reserve- 3.653			2020/21 Allocation - 18.153 In Year - 2.339 Offset - 2.014 2021/22 Offset - 8.342 Reserve- 3.653			2020/21 Allocation - 14.747 2021/22 Allocation - 3.406 In Year - 2.339 Offset - 10.356 Reserve- 3.653		