



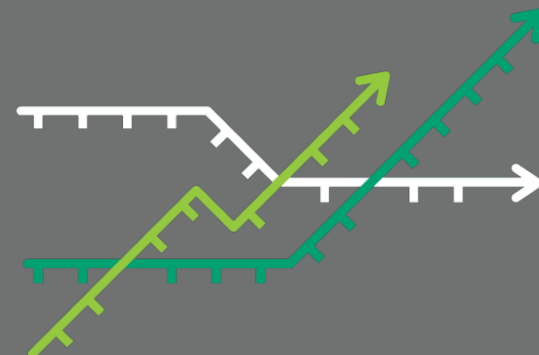
# Sheffield City Region

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## STRATEGIC ECONOMIC PLAN AND DEVOLUTION UPDATE: BARNSELEY

November 2015

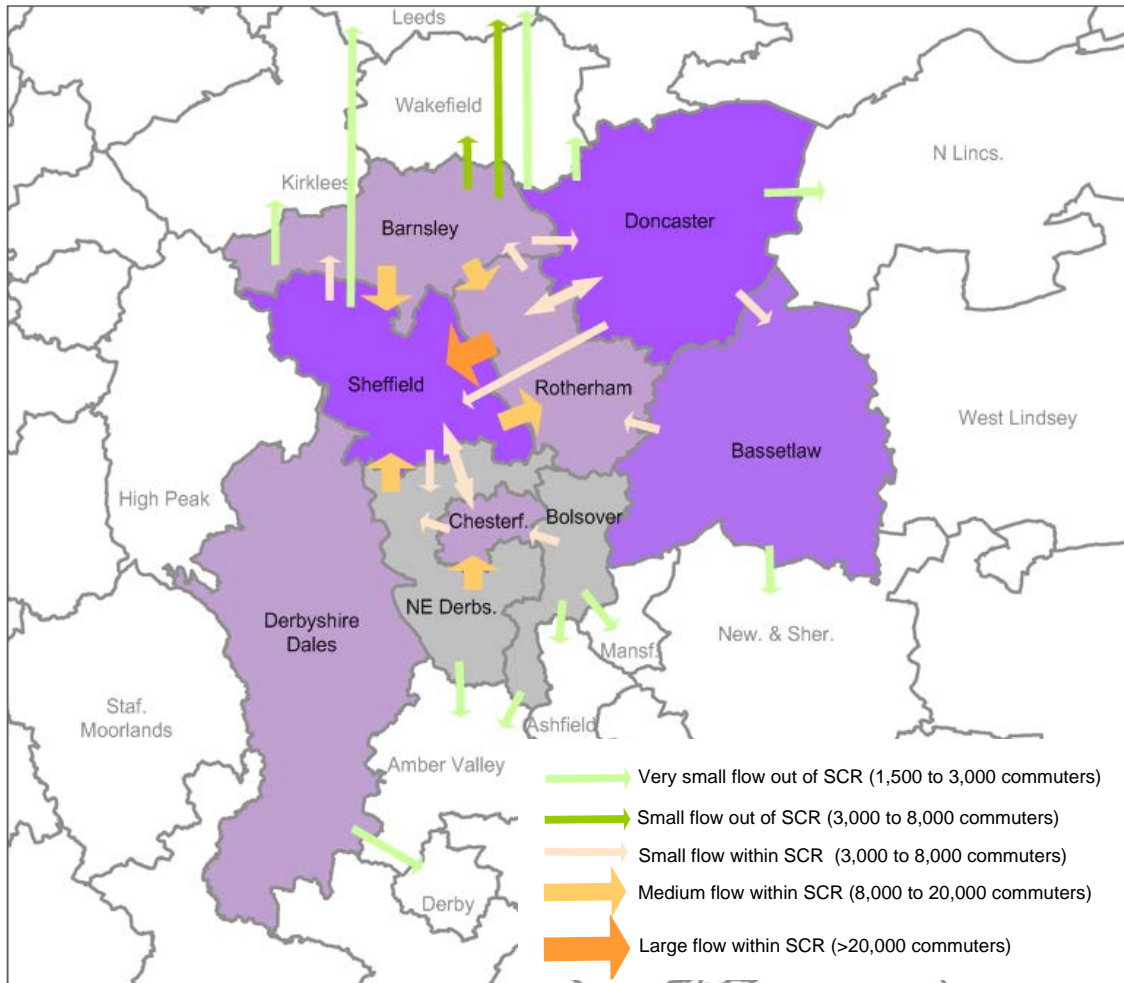


# OVERVIEW

1. The Sheffield City Region's devolution journey
2. The Sheffield City Region's proposed devolution deal
3. The Mayoral Combined Authority

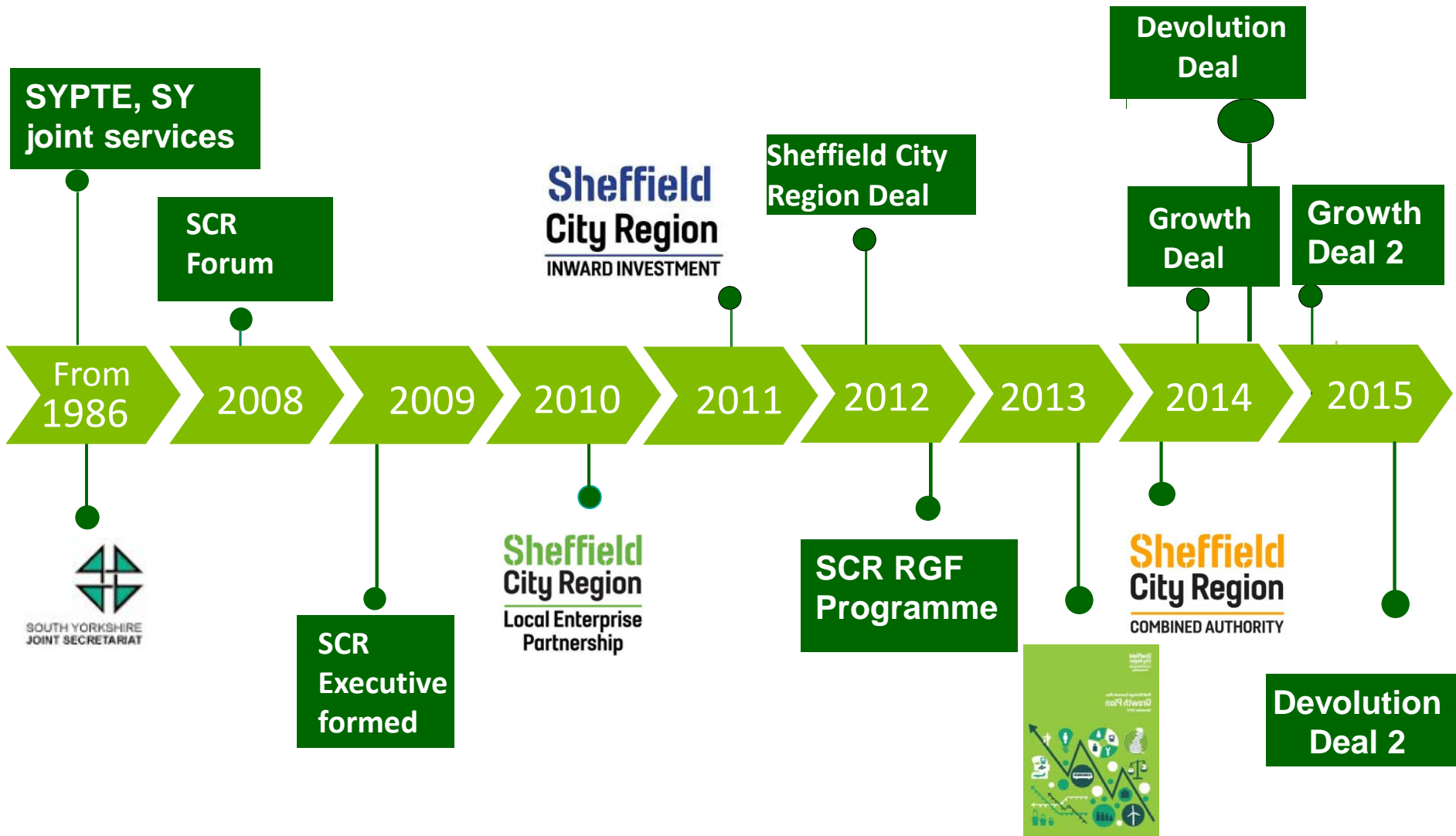
# **1. THE SHEFFIELD CITY REGION'S DEVOLUTION JOURNEY**

# THE SHEFFIELD CITY REGION REFLECTS OUR FUNCTIONAL ECONOMIC GEOGRAPHY



- The Sheffield City Region came together to reflect the functional economic area and relationships of where people live and work.
- Every day 42,000 SCR residents cross the Yorkshire / East Midlands boundary to access employment in the City Region

# SHEFFIELD CITY REGION – THE JOURNEY

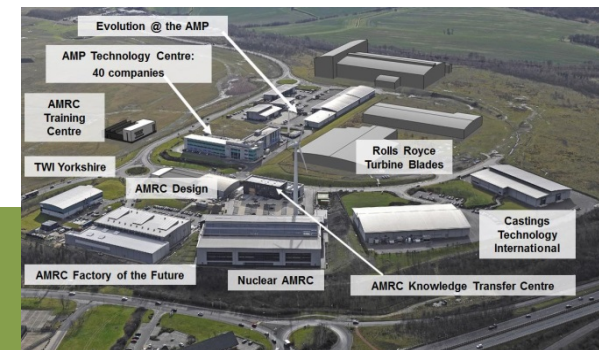


# Since 2012 the City Region has been delivering Government investment, generating significant benefits



In Barnsley benefits include:

- **Unlocking Business Investment Programme:**
  - >£4m invested in 14 companies, unlocking £18m of private investment,
  - Creating more than 300 jobs and safeguarding a further 40 to date.
- **A £25m Skills Made Easy programme:**
  - Engaged with 230 employers and 110 training plans agreed in the year to date.
  - Generated 60 apprenticeships and upskilled 80 employees in the year to date
- **Enterprise Zone**
  - 1,100 jobs created across the SCR on the Enterprise Zone
  - £14.9m of private sector in Barnsley alone
- **Delivering infrastructure schemes through SCRIF including:**
  - Junction 36, Junction 37 Claycliffe link and superfast broadband.
- **JESSICA / GPF:**
  - £5.6m invested at Rockingham, with a further £2.7m in the pipeline for Rockingham 2



# IT HAS ALSO DEVELOPED ITS 10 YEAR PLAN FOR GROWTH – BASED ON MORE PRIVATE SECTOR JOBS

## Vision

A stronger and bigger private sector that can compete in national and global markets

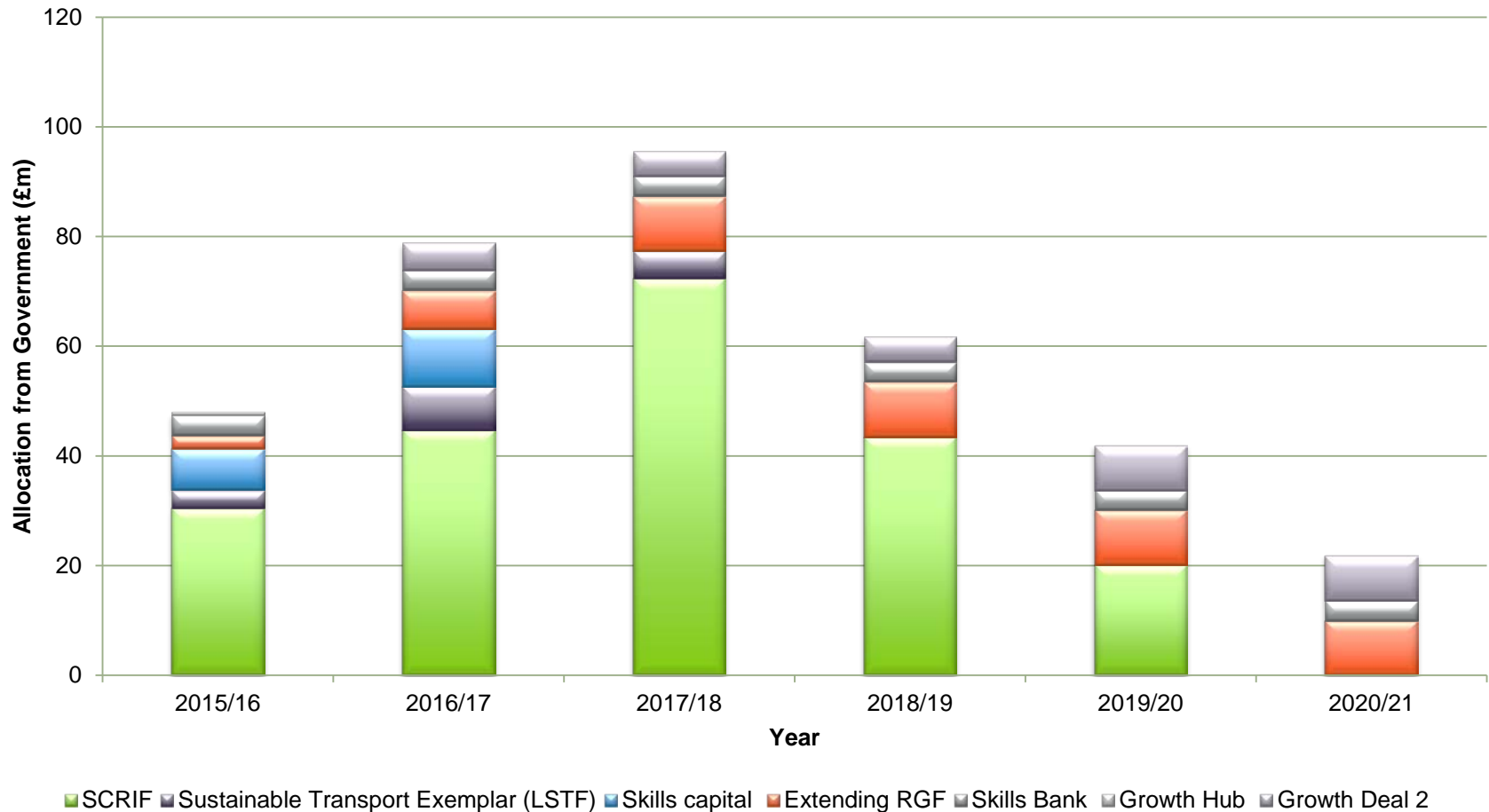
## Focus areas

Skills

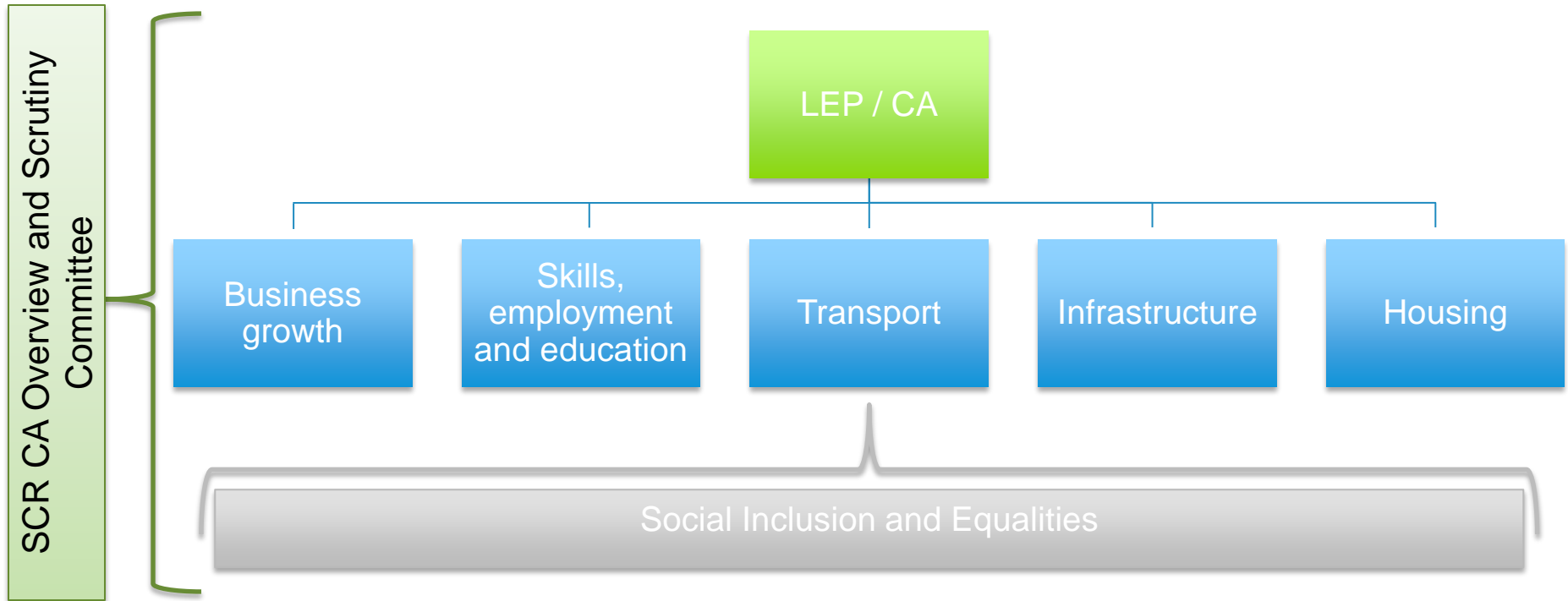
Infrastructure

Business Growth

# THE STRENGTH OF THIS PLAN HAS SECURED THE CITY REGION A £350M, AND THE 5TH LARGEST, GROWTH DEAL



# THE CITY REGION HAS STRENGTHENED ITS GOVERNANCE STRUCTURE TO DELIVER THESE DEALS



*In addition there will be some sub boards e.g. Access to Finance to be agreed by the Executive Board once established*

# ULTIMATELY THE SCR IS FOCUSED ON ACCELERATING THE DELIVERY OF OUR STRATEGIC ECONOMIC PLAN

## More jobs



70,000 jobs to narrow the gap with other parts of the country

## More highly skilled occupations



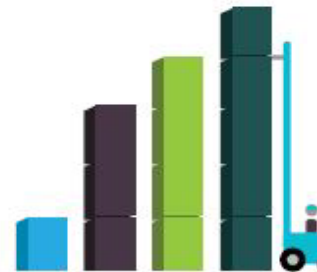
Approximately 30,000 highly skilled occupations to create a more prosperous economy

## More businesses



An additional 6,000 businesses are required to reduce the enterprise deficit

## Higher productivity



An increase in GVA in excess of £3billion to narrow the productivity gap

## **2. THE SHEFFIELD CITY REGION'S PROPOSED DEVOLUTION DEAL**

# KEY ISSUES TO NOTE

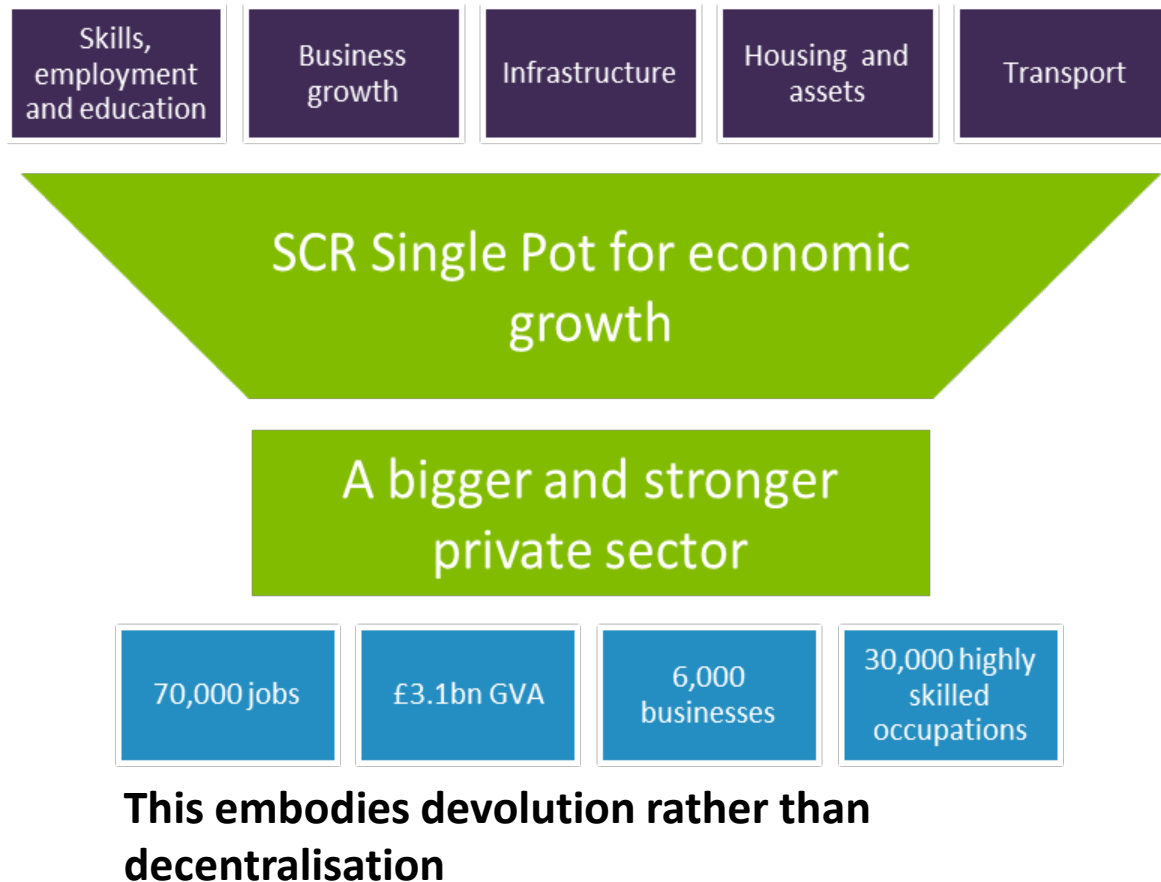
- This is an **economic deal** – the Combined Authority have been clear that powers over the Police and Health services do not form part of the Mayoral governance remit.
- The Government and the SCR Combined Authority are clear that this agreement is part of a longer process and should not be considered the end-point of devolution
- Leaders from each council have been clear that the directly-elected Mayor and Combined Authority will receive powers from Whitehall rather than aggregate powers from local areas.
- There is much to be negotiated over the coming months – significant issue is the current Spending Review process.

# THE SINGLE POT – A *CRITICAL* PART OF THE DEAL

- The single pot includes the £30m x 30 years allocation (60:40 capital / revenue split)
- This is in addition to a range of national funding streams wrapped up into one pot.

Through further detailed discussions SCR is effectively seeking:

- A single line in the Spending Review.
- Provision of a multi-year allocation for national funds.
- Performance measured against jointly developed outcome measures.



# 1. An integrated 21st Century Transport Network with greater intra and inter city region connectivity

The SCR secured:

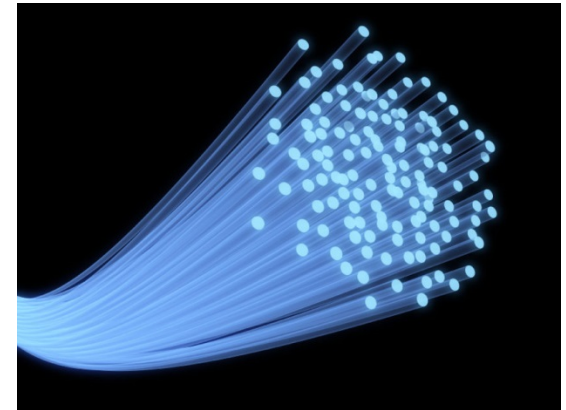
- A consolidated, devolved transport budget, with a multi year settlement to be agreed at SR.
- Control of the powers and resources for the bus network in South Yorkshire, including the potential to franchise services
- Smart 'oyster style' ticketing
- Re-stated commitment from Government to deliver Transport for the North and HS2 and HS3 in SCR
- Commitment to explore options to give more planning powers over the delivery of transport schemes
- The identification of a Key Route Network of local authority roads that will be collaboratively managed and maintained



## 2. A world leading area for innovation, advanced manufacturing and business growth

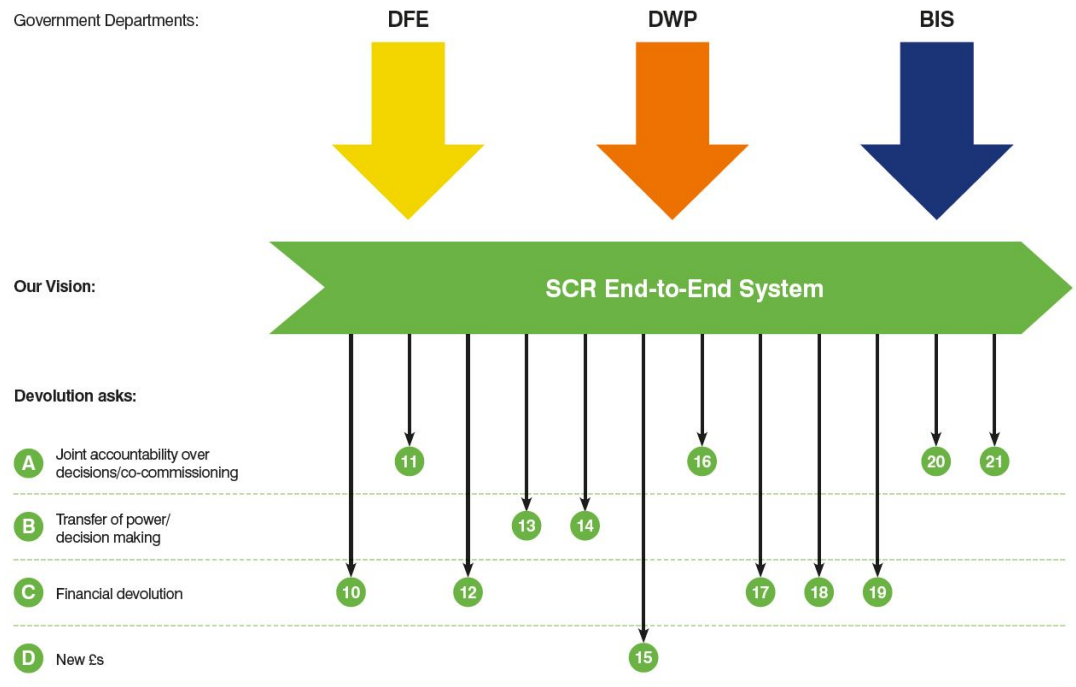
### The SCR secured

- A re-stated commitment to a single, tailored business support model for SCR
- An improved approach and greater accountability to SCR of national inward investment and trade support
- Government support to develop our bid for a Science and Innovation Audits and
- Dedicated workshops with the Smart Specialisation Advisory Hub
- The ability to bring forward proposals for the Advanced Manufacturing Innovation District (as part of the Single Pot)
- The ability to work with Government to achieve our ambitions for a National Institute for Infrastructure in Doncaster.



# 3. MORE PEOPLE LEARNING, EARNING, IN APPRENTICESHIPS AND HIGHER SKILLED EMPLOYMENT IN THE SHEFFIELD CITY REGION

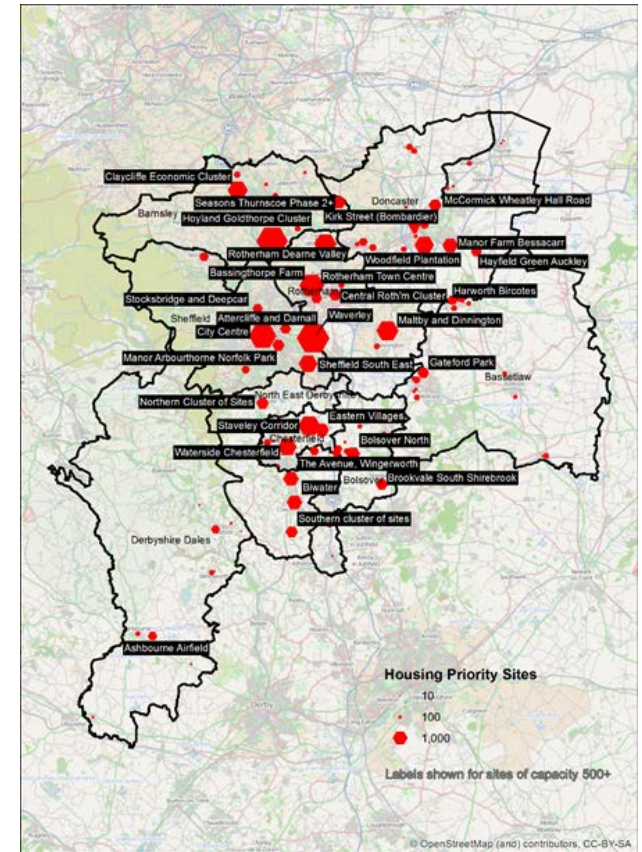
- Full devolution of the Adult Skills Budget for college and training providers.
- SCR to produce a local skills strategy, following the Area Based Review
- The co-design and co-commissioning of new employment programmes.
- A commitment to develop a business case for an innovative pilot to support the hardest to help.



## 4. Better use of publicly owned assets and increased planning capacity and powers to double our housing delivery and increase commercial development

The SCR secured:

- The ability to make the best use of all public land and assets through an expanded role for our existing Joint Assets Board
- Planning powers including the ability to create a spatial framework, Development Corporations and Supplementary Planning Documents, and be consulted on / have call-in powers for applications of strategic importance.
- Commitment that Enterprise Zone expansion proposals will be considered as part of the current bid process.
- A commitment to continue to discuss the creation of a flexible Housing Investment Fund



# 5. A stable, long term financial settlement that puts the SCR in control of its own destiny

The SCR secured :

- £900m of Government funding for the SCR over 30 years, as part of our single pot
- A commitment to agree national funds that will be devolved to the SCR as part of the Single Pot by the SR.
- The ability to pilot the retention of 100% Business Rate growth and ongoing discussions on full localisation by 2017.
- Intermediate Body Status for SCR's ESIF allocation



# 6. GREATER ACCOUNTABILITY OF NATIONAL PROGRAMMES TO THE SHEFFIELD CITY REGION



- The Cities and Local Government Devolution Bill, if passed, would give the SCR Scrutiny Committee the ability to scrutinise Government departments
- Much greater role with UKTI, DWP, Business Growth Service



# SUMMARY HEADLINES

- Control of a **new, flexible single pot of funding** for economic growth, which incorporates an **additional £30 million annual allocation** over the next 30 years
- Control over **European Structural Investment Funds (ESIF)** via Intermediate Body status
- A greater **share of the benefits of economic growth** through a pilot of retention of business rate growth.
- Full devolution of **the Adult Skills Budget for college and training providers**
- The **co-design and co-commissioning of new employment programmes.**
- **Devolved transport powers and funding** – including the powers to rebrand the bus network
- An improved approach and greater accountability to Sheffield City Region of national **inward investment and trade support**
- Recognition of city region assets, including the Advanced Manufacturing Innovation District and the National College for High Speed Rail / National Institute for Infrastructure

## **3. THE MAYORAL COMBINED AUTHORITY**

# THE GEOGRAPHY OF THE DEAL – AND THE MAYORAL COMBINED AUTHORITY

- The totality of the deal spans the Sheffield City Region – including new powers to a South Yorkshire Mayor as well as new powers, and control over funding to the wider Sheffield City Region through the SCR Combined Authority.
- The Mayor will only be elected by the four South Yorkshire members of the CA and will only be able to exercise devolved powers over that footprint.
- The Combined Authority, Chaired by the Mayor (which has also secured new powers directly) will continue to operate and exercise its functions across all of the nine.
- The deal is clear that in any circumstance where they would be able to become a constituent member of the CA any of the five districts would be welcomed – but current legislation does not allow this.
- The Mayor and the CA will be scrutinised and held to account by the SCR Overview and Scrutiny Committee

# A MAYORAL MODEL THAT IS 'BOUND' INTO THE COMBINED AUTHORITY

- The Mayor will chair the SCR Combined Authority – and will lead an SCR Cabinet
- The members of the SCR Combined Authority will serve as the Mayor's Cabinet and will act as a supporting and advisory function to the Mayor and Combined Authority
- Even where powers reside with the Mayor the SCR Cabinet will be able to exercise a veto over Mayoral strategies and funding plans if two-thirds of the members agree to do so – and on planning arrangements unanimous approval from CA members will need to be secured.
- On proposals for decision by the CA the Mayor will have one vote – as will other voting members on the CA
- The Mayor will also be a member of the LEP

# POWERS DEVOLVED TO THE MAYOR

**The heads of terms agreement is very clear on the where devolved powers and funding will sit in terms of the Mayor / Combined Authority**

The Mayor, acting as Chair to the Sheffield City Region Combined Authority will exercise the following powers and functions devolved from central Government:

- Responsibility for a consolidated, devolved transport budget, with a multi-year settlement to be agreed at the Spending Review.
- Responsibility for franchised bus services, which will support the Combined Authority's delivery of smart and integrated ticketing across the Combined Authority's constituent councils.
- Responsibility for an identified Key Route Network of local authority roads that will be collaboratively managed and maintained at the city region level by the Combined Authority on behalf of the Mayor.
- Powers over strategic planning, including the responsibility to create a spatial framework for the city region and to chair the Sheffield City Region Joint Assets Board.

# POWERS DEVOLVED TO THE COMBINED AUTHORITY

**The SCR Combined Authority will continue to exercise its current set of powers and influence as well as newly devolved powers and resources.**

These include:

- Control over the new additional £30m a year funding allocation over 30 years
- Responsibility for the devolved 19+ adult skills funding and chairing the Area Based Review
- Joint responsibility with Government on the co-design and co-commissioning of employment programmes
- Joint working with UKTI to boost trade and investment.

**Thank you for listening and any  
questions**



# THE FULL TEXT OF THE DEAL CAN BE FOUND HERE:

- [https://www.gov.uk/government/uploads/system/uploads/attachment\\_data/file/465340/Sheffield\\_devolution\\_deal\\_02102015.pdf](https://www.gov.uk/government/uploads/system/uploads/attachment_data/file/465340/Sheffield_devolution_deal_02102015.pdf)