

**MINUTES of a meeting of the D2N2 INFRASTRUCTURE AND INVESTMENT BOARD held on 7 September 2016 at County Hall, Matlock**

**PRESENT**

Councillor A Western (Derbyshire CC)  
(in the Chair)

Councillors R Banwait (Derby CC), D Collins (Derbyshire CC), C Corbett (Erewash BC), D Davis (Ashfield DC), J Hollingsworth (Gedling BC), D Meale (Nottinghamshire CC) and A Syrett (Bolsover DC) and Messrs D Ralph and P Gadsby (D2N2 LEP).

Also in Attendance – M Ashworth (Derbyshire CC), R Braid (St Francis Group), L Clare (Dept for Transport), C Cooper-Smith (Ashfield DC), D Gartside (Derby City Council), D Fairbanks (Gleeds), M Hennerby (CP Holdings), C Hepworth (G and J Geoenvironmental), M Hill (Gedling BC), K Hopkinson (D2N2 LEP), R Kaur (Highways England), D King (University of Nottingham), C Kenning (Nottingham CC), G Jennings (Derby City Council), D Larner (High Peak BC), A Long (University of Nottingham), A Marsden (Derbyshire CC), A Muter (Newark & Sherwood DC), K Newman (Network Rail), D Swain (NE Derbyshire and Bolsover DCs), L Towers (Derbyshire CC), S Wainwright (Derbyshire CC), A Westray-Chapman (Bolsover and NE Derbyshire DCs) and V Wheelwright (BEIS).

Apologies for absence were submitted on behalf of Councillor J Collins (Nottingham City Council), Councillor K Greaves (Nottinghamshire CC), Councillor J Clarke (Gedling BC), Councillor N McDonald (Nottingham City Council), Councillor M Rawson (Derby City Council) and P Richardson (D2N2 LEP).

**42/16      DECLARATIONS OF INTEREST**      Councillors A Western and D Collins declared a personal interest in the item relating to The Crescent, Buxton as members of Derbyshire County Council.

**43/16      MINUTES      **RESOLVED**** to confirm the minutes of the meeting of the IIB held on 25 July 2016.

**44/16      LOCAL GROWTH FUND (LGF) - LOCAL ASSURANCE FRAMEWORK**      In order to keep the LAF up to date, two changes were proposed. The introduction of a pre compliance funding section would allow projects to be allocated a portion of their funding allocation to work the project through to its full stage 2 compliance. The second amendment set out a process for the pipeline to be refreshed on an annual basis. Changes to the exact wording on pre-compliance funding were discussed and agreed.

**RESOLVED** to approve the proposed amendments to the LAF.

**45/16      INSTITUTE OF ADVANCED MANUFACTURING**

Representatives of the University of Nottingham gave a presentation on the Institute of Advanced Manufacturing project. The project was to create a new facility for integrated Advanced Manufacturing research and teaching in a regeneration location of strategic significance for the City of Nottingham and the University of Nottingham. The overall cost of the Capital build was £23.1m which is funded by the University (£18.1m) and D2N2 Local Growth Fund (£5m)

Stage 1 approval was granted on 4 January 2016 and a full Business Case was submitted in line with Stage 2 of the approval process. The business case submission had been assessed and approval was recommended. Regeneris had confirmed that the project represented good VFM.

**RESOLVED** to approve the project and release this year's funding of £5m.

**46/16      BUXTON CRESCENT** Representatives of High Peak BC, Gleeds and Danubis Hotels gave a presentation on the Buxton Crescent and Thermal Spa project. The project was due for completion in April 2018 with the opening of the hotel in Summer 2018. Total project cost was £51.6m with the Growth deal contribution being £3.8m.

The promoter confirmed that the project was a fixed price contract and no further funding from the LEP would be required to complete. The promoter confirmed that the project would still commence and be completed if the £1.8m was not approved at the October IIB.

The business case has been forwarded to Regeneris and a number of issues required further clarification for the report to be concluded.

**RESOLVED** to approve £2m to this project at this date, with a further £1.8m to be released to the project at the October IIB meeting but only if a saving equalling at least £1.8m is made on the Drakelow Park project.

**47/16      REVISED A61 CORRIDOR PROJECT** At the last meeting the 'A61 Corridor' project was referred as high risk due to significant changes in the project which meant the project was no longer LAF compliant. The IIB asked the project sponsor to reconsider the project and resubmit a new proposal for approval for LGF funding.

The promoter had now revised the project and a presentation was made on the revised scheme which would support the following:-

- Additional capacity and safety measures at A61 Horns Bridge Roundabout.
- New pumps and associated civil engineering to reduce flooding at Horns Bridge Roundabout.
- Package of capacity enhancements at key junctions and pinch-points along the A61 (Derby Road) corridor and on connecting routes.
- New junction at the Avenue development site.
- Flood remediation at the former Wagon Works site.

The project was requesting its original allocation of £12.8m from the Local Growth Fund.

**RESOLVED** to remove the previous A61 proposal from the programme and replace with the above project, subject to a Stage 2 submission being submitted to the IIB in November 2016..

**48/16 PROJECT PIPELINE SPEND REALLOCATION** The LGF currently had £7.08m of unallocated underspend for the 2016/17 financial year and a total spend was expected by Government in each financial year, failure to spend can lead to future years funding being decreased.

A call was made for projects in the pipeline (LGF3 ask) to submit by the 12 August outlining their capability of spend in the 2016/17 financial year and their compliance with Stages 1 and 2 of the LAF. Each project had been reviewed and the outcomes of the review were reported. A number of projects were LAF compliant and can be delivered within this Financial Year; a number were eligible to apply for underspend funding but did not comply with delivery in this financial year; and others were not eligible to apply for this funding due to asking for feasibility costs or not being part of the LGF3 call.

A number of projects had been presented for consideration and it was therefore recommended that the following be asked to submit a Stage 1 business case by the October IIB and a Stage 2 case at the November meeting:-

Former Coalite Works, Bolsover  
Medicity  
Ada Lovelace House  
Bulwell Market

The total LGF spend on these projects would be £6.768m.

If the selected projects did not comply with the time restrictions placed on them, they would be removed from the programme and other projects had been asked to prepare a stage 1 business case to be used if the reallocated projects cannot meet the deadline imposed. The projects that would replace the reallocated projects would be decided based on the funding allocation D2N2 has available at the time of removal.

**RESOLVED** (1) that the former Coalite Works at Bolsover, Medicity, Ada Lovelace House and Bulwell Market be accepted into the LGF programme; and

(2) that further discussion be held with the promoter of Dakeyne Street on the possibility of using the remaining allocation, this to be reported at the next IIB.

**49/16      DATE OF NEXT MEETING**      The next meeting of the Board was scheduled for 29 September 2016 at 10.00am.

**50/16      EXCLUSION OF THE PUBLIC RESOLVED** that the public be excluded from the meeting during the consideration of the remaining items on the agenda to avoid the disclosure of the kind of exempt information detailed in the following summary of proceedings.

**SUMMARY OF PROCEEDINGS CONDUCTED AFTER THE PUBLIC HAD BEEN EXCLUDED FROM THE MEETING**

1.      Consideration of a report on High Risk Projects (containing exempt information)