

The future role of LEPs



LEPs – past, present and future

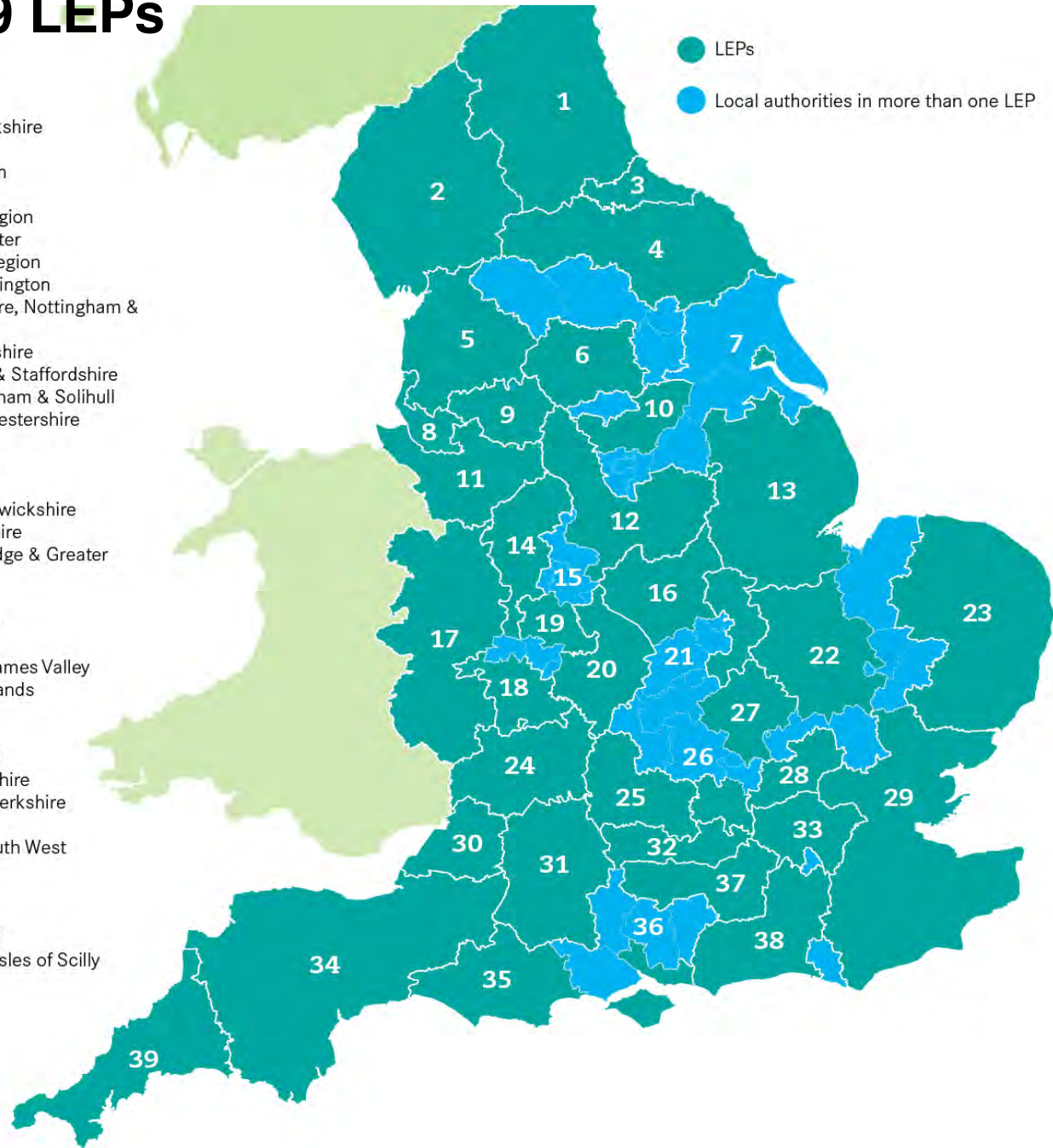
Rachel Quinn, One EM

Will Morlidge, BIS EM & SEM



The 39 LEPs

1. North Eastern
2. Cumbria
3. Tees Valley
4. York & North Yorkshire
5. Lancashire
6. Leeds City Region
7. Humber
8. Liverpool City Region
9. Greater Manchester
10. Sheffield City Region
11. Cheshire & Warrington
12. Derby, Derbyshire, Nottingham & Nottinghamshire
13. Greater Lincolnshire
14. Stoke-on-Trent & Staffordshire
15. Greater Birmingham & Solihull
16. Leicester & Leicestershire
17. The Marches
18. Worcestershire
19. Black Country
20. Coventry & Warwickshire
21. Northamptonshire
22. Greater Cambridge & Greater Peterborough
23. New Anglia
24. Gloucestershire
25. Oxfordshire
26. Buckingham Thames Valley
27. South East Midlands
28. Hertfordshire
29. South East
30. West of England
31. Swindon & Wiltshire
32. Thames Valley Berkshire
33. Pan London
34. Heart of the South West
35. Dorset
36. Solent
37. Enterprise M3
38. Coast to Capital
39. Cornwall & the Isles of Scilly



Local Enterprise Partnerships

- Announced in Budget June 2010, cover whole of England
- 39 voluntary, public/private partnerships, private sector led
- Very variable (geography/population covered – including overlaps; legal status; priorities; capacity)
- 5 LEPs in East Mids and South East Mids – D2N2, GLLEP, LLEP, NEP and SEMLEP
- No regions – other LEPs come into play – GCGP (Rutland), SCR (includes 5 Districts in Derbys and Notts) and Hull and Humber (includes North and North East Lincs)

LEP Funding

- **Start up and Capacity** funding
- **Growing Places Fund** - £730m allocated across all LEPs to establish revolving funds and select infrastructure priorities

Regional Growth Fund

- £2.6bn competitive fund, supporting projects and programmes that use private sector investment to create economic growth and sustainable jobs
- £2.4bn allocated leveraging over £13 bn private sector investment and creating or safeguarding over 500,000 jobs
- £358m in Round 3 allocated to 29 LEP/LA Intermediaries (including D2N2, LLEP and NEP)
- Round 4 outcomes due to be announced in July

Enterprise Zones

- 24 Zones across England
- Core offer (simplified planning regime, business rate discounts and (in some zones) enhanced capital allowances.
- LEPs benefit from retention of business rates from the zone for 25 years.
- EM/SEM LEPs with an EZ: D2N2, LLEP and SEMLEP
(also Markham Vale in SCR)

City Deals

- Focused on delivery of economic growth by removing barriers
- **Wave 1:** 8 largest core cities outside London (inc Nottingham and Sheffield) – deals agreed
- **Wave 2:** 20 Cities. The next 14 largest cities by population size and the 6 fastest growing cities outside London
- Wave 2 includes Leicester/Leicestershire and Milton Keynes/SEM) also Cambridge, Coventry and Hull and Humber - in development and negotiation by end of 2013

Lord Heseltine's Review

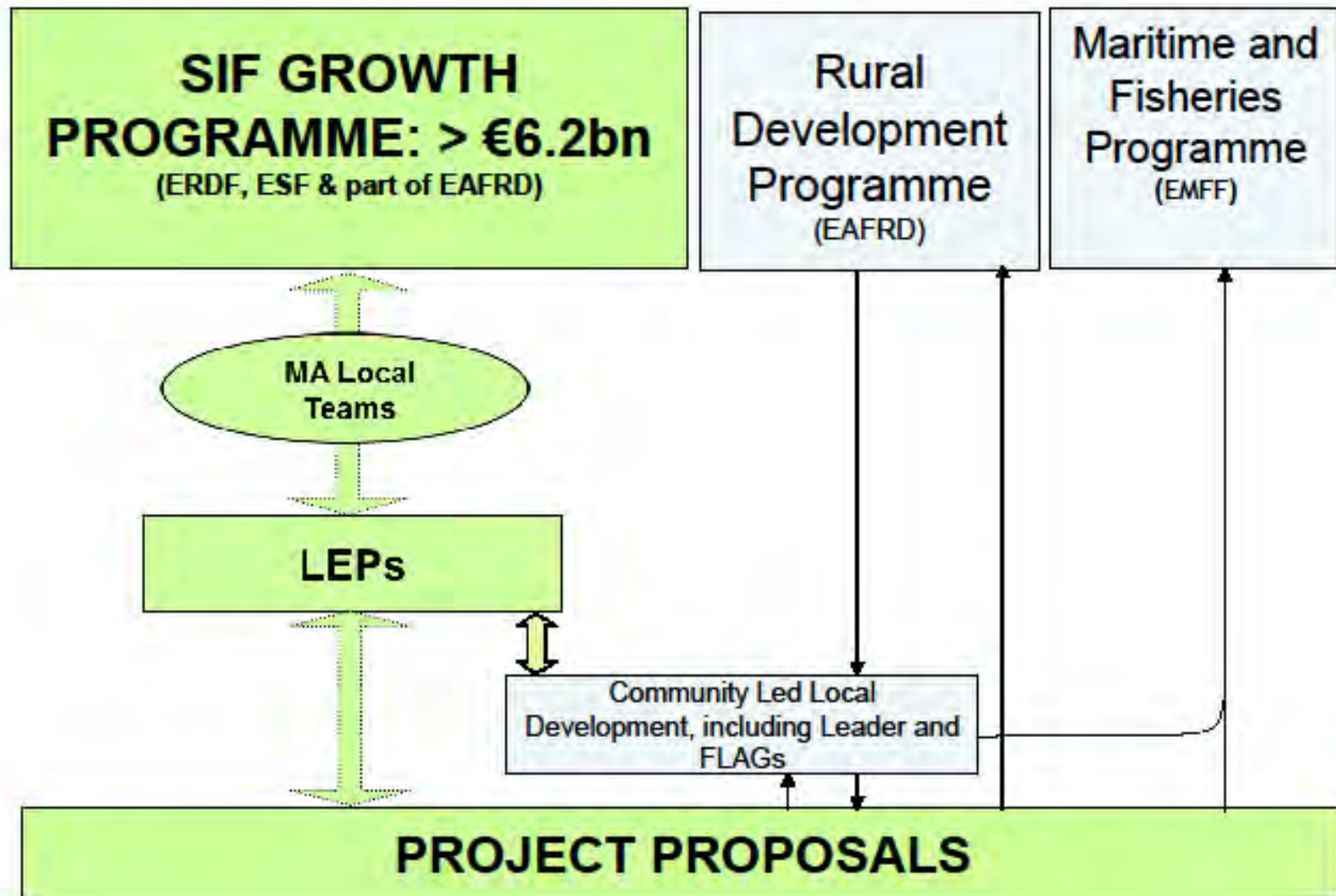
- *'No Stone Unturned'* published October 2012
- Government response March 2013 – 81 out of 89 recommendations accepted, 5 rejected, 3 in SR
- Increasing Whitehall asks of / offers to LEPs - and increasing focus on their performance
- Single Local Growth Fund from 2015
- LEPs to develop multi year strategic plans
- Funding to be allocated through Local Growth Deals
- LEPs to take greater role in EU funding distribution
- Support LEP capacity

European Structural and Investment Funds 2014-2020 – LEP roles

Lead role for LEPs – notional 7 year allocations

- Develop strategy, working with wide range of partners
- Select projects (commissioning, bidding and co-financing)
- Identify match funding
- Spend allocation (on time and in line with EU regulations)
- Ensure outcomes delivered
- Monitor delivery against strategy and programme priorities
- Not responsible for administering the funds (remains with Managing Authorities)

ENGLAND EU SIF PROGRAMME 2014-2020



EU STRUCTURAL & INVESTMENT FUNDS CORE THEMES

CORE THEMES	Minimum spending levels at national level required by the regulations		
	Less Developed Regions	Transition Regions	More Developed Regions
Innovation	At least 50% ERDF must be spent on these 4 themes, of which approx 12%? on low carbon (% tbc)	At least 60% ERDF must be spent on these 4 themes, of which approx 15% on low carbon (% tbc)	At least 80% ERDF must be spent on these 4 themes, of which at least 20%? on low carbon
SME Competitiveness			
Low Carbon			
ICT			
Climate Change Adaptation			
Environmental Protection			
Sustainable Transport			
Employment	At least 60% ESF must be spent on up to 4 sub-priorities within these themes	At least 70% ESF must be spent on up to 4 sub-priorities within these themes	At least 80% ESF must be spent on up to 4 sub-priorities within these themes
Skills			
Social Inclusion (at least 20% value of ESF)			
<i>Institutional Capacity</i>			

European SIF Funds 2014-2020

–timetable and next steps

- EU rules require involvement of wide range of partners to develop and deliver strategies (including civil society)
- Interim guidance published, allocations and detailed guidance imminent
- **LEPs consulting stakeholders/convening events**
- **Draft strategy by end September, Final strategy in January**

Local Growth Strategies, Local Growth Deals, Single Local Growth Fund

- Detail announced in Spending Round
- Strategies will need to be ambitious multi-year plans based on strong evidence, value for money, effective partnership working and local accountability
- Strategies will be the route to 'Local Growth Deal'

LEP allocations for ERDF and ESF 2014 to 2020

LEP	Allocation €m
Derby, Derbyshire, Nottingham and Nottinghamshire	249.7
Greater Cambridge & Greater Peterborough	75.5
Greater Lincolnshire	133.5
Humber	102.4
Leicester and Leicestershire	126.3
Northamptonshire	55.0
Sheffield City Region	203.4
South East Midlands	88.3

Local Growth Strategies, Local Growth Deals, Single Local Growth Fund

- Competitive Deals, every LEP will receive some funding
- Deals will set out use of Single Local Growth Fund, other resources, increased flexibilities and wider influence to deliver growth
- Single Local Growth Fund detail to be set out in SR – today or soon after
- **Negotiation during 2014, funding from 2015**
- **LEPs already developing or developed strategies**

Rachel Quinn Chief Executive One East Midlands



Opportunities for the VCS



- Structural
- Strategic
- Operational and specialist
- Experiential



Structural



- 2% of workforce
- 11,000+ registered organisation across EM
- Spend of £1.2bn in EM economy
- £2.5bn + of capital and fixed assets
- Volunteers
- High level and diverse skill base
- Geographical spread
- Established networks and communication



Strategic



- EU Code of Conduct on Partnerships
- HMG guidance to LEPs
- Match funding – cash, assets and volunteers
- Cross-sector partnerships and relationships
- Co-financing relationships – SFA, NOMS, DWP
- Assessment and analysis of social inclusion, poverty and disadvantage
- Equality and diversity in outcomes
- Reach and intelligence



Operational and Specialist



- Thematic
 - Digital inclusion
 - Learning, skills and employability
 - Micro and social enterprise growth
 - Young people
 - Health and wellbeing
 - Low carbon and environmental sustainability
- Focus on disadvantage
- Rural and urban
- Social Innovation
- Sector support and development



Experiential



- ESF, ERDF and EAFRD experience (strategic and delivery)
- Co-production – inter and cross sector
- Complex (multi funded) projects
- Successful anti poverty and inclusion work
- Stimulating community led local development activity (LEADER)
- Relationships and working arrangements



More information.....



- Local events
 - Northants – 11th July @ Kings Park Conf. Ctr.
 - » Follow up consultation event on 25th July
 - Notts – 12th July @ Nottingham VA Centre
 - Lincs – 1st July @ Stanhope Hall, Horncastle
 - and Leicester – date tbc w/c 5th Aug
- One EM briefing
 - Downloaded from each of the events pages at www.oneeastmidlands.org.uk





More Information and resources are on the Reach & Impact web page:

<http://www.oneeastmidlands.org.uk/reachandimpact>



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