Bath & North East Somerset

West of England Devolution Deal Parish Liaison 11 May 2016



The national picture

Devolution is:

"The transfer of powers and funding by central government to local government"

- Devolution is current Government policy
- 8 Deals so far (Cornwall, Greater Manchester, Liverpool City Region, North East, Sheffield City Region, Tees Valley, West Midlands, West Yorkshire)
- The budget announced deals with the West of England, Greater Lincolnshire and Greater Anglia
- Other areas are in discussion with Government on a Deal for their region



Work to date in WoE

- A history of joint working between the WoE Unitary Authorities
- **2012** City Deal was agreed
- 2014 Strategic Leaders Board (SLB) was formed following the Local Growth Deal
- June 2015 Proposals for devolution to the West of England were beginning to emerge
- July 2015 SLB agreed to a governance review
- Sept 2015 Outline devolution asks submitted to Government
- March 2016 The Chancellor announced devolution deal for the WoE

Regional challenges

The WoE is the only region (outside of London) that has above average productivity and growth. However, more recently:

- Productivity has stalled
- Skills shortages are on the rise
- Issues with housing availability and affordability
- Areas of deprivation with skills attainment issues
- Traffic congestion
- High population growth and evidence of an 'infrastructure deficit'



An overview of the deal

'A prosperous economy with a rising quality of life for all'

- Devolution of **powers and money to the region** from central government
- An opportunity to **invest in new infrastructure, create new local jobs** and increase the **standard of living**
- WoE constituent councils remain in place and retain their existing powers

 powers can only be transferred up should the councils decide to do so

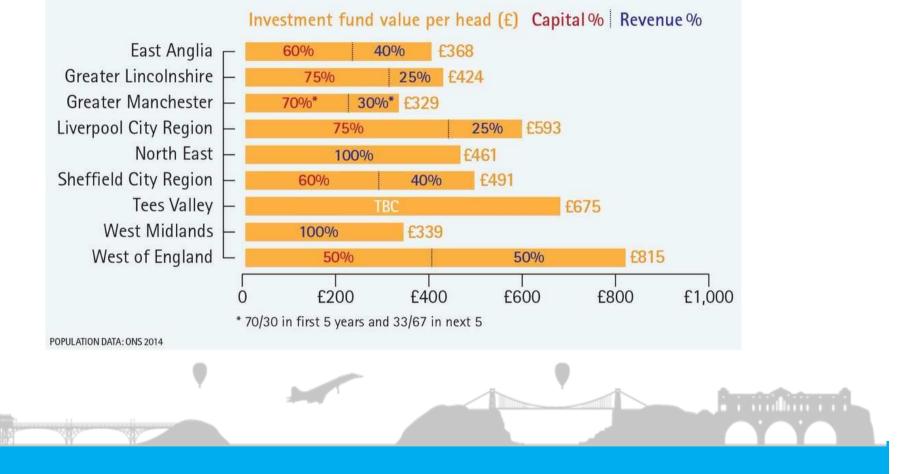


Money – the deal would include:

- **£900m in new money** made available to the Combined Authority and Directly Elected Mayor over 30 years at £30m per annum.
- **Protection of City Deal** Economic Development Fund –*including existing baseline*
- A single pot for **transport and growth fund** allowing for longer term planning
- Responsibility for the **19+ Adult Education Budget**, which will be devolved from academic year 2018/19.
- Direct negotiations on **business rate retention** and other funding such as Broadband and other flexibilities.
- Unlocks the door to further negotiations

Money – comparing with other deals:

DEVOLUTION INVESTMENT FUNDS PER HEAD OF POPULATION (including percentage split between capital and revenue)



Using new money – Bath Quays

Bath City Riverside North & South Quay

SITES:



How could we use new money

- South Bristol Link Road
- Eastern Link Road
- Broadband
- Flood defence scheme
- Rail schemes
- Cycling and pedestrian schemes

New skills powers

- Adult Education Budget by 2018, so that skills training locally tailored.
- Joint design of a new and locally relevant Work and Health Programme.
- Control of **Apprenticeship Grant for Employers** to meet local business need.
- Local influence over **careers advice** to ensure young people and long-term unemployed are able to make well informed choices.
- Flexibility to develop innovative and locally relevant **pilot programme for long-term unemployed.**

(no existing powers will be taken from the WoE constituent councils)



New transport powers

- More influence through a **Joint Transport Strategy**
- **Devolved and consolidated** local transport budget (*removing DFT bidding processes*)
- Responsibility for a **Key Route Network** of local roads.
- Ability to introduce **smart and integrated ticketing**, subject to local consultation
- Better integration with **Highways England and Network Rail**
- Moving from an Band 1 to Band 3; unlocking access to future funding

(no existing powers will be taken from the WoE constituent councils)

New housing/planning powers

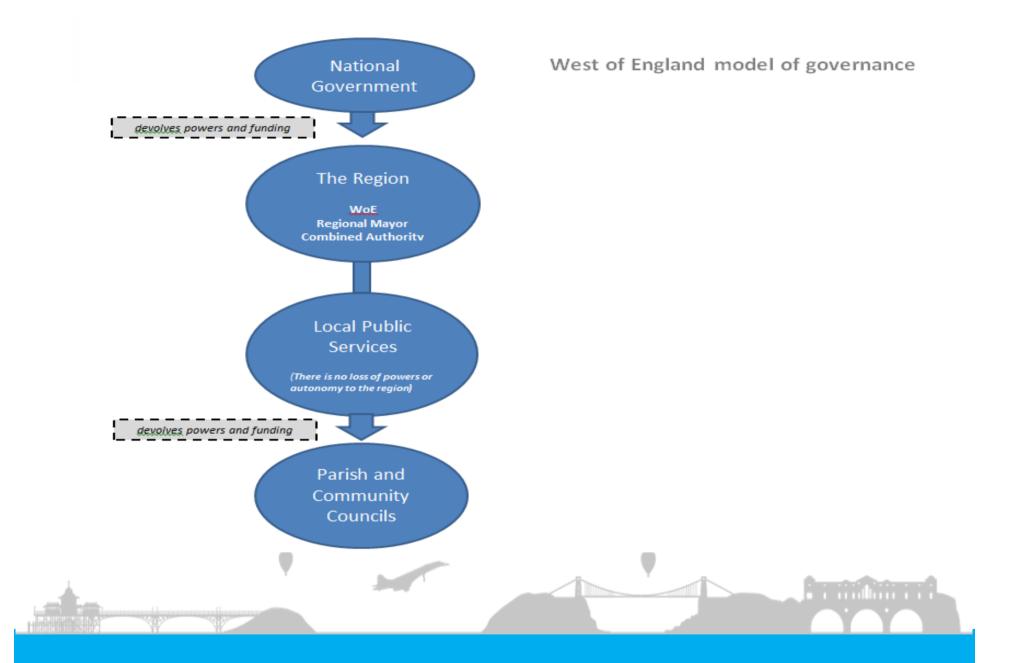
- The **spatial framework**: will need to be approved by **unanimous vote** of the members appointed by constituent councils of the CA.
- **Strategic planning powers**, so that the right housing is built in the right places.
- **'Call-in' powers** for planning applications, to speed up the process of planning appeals and protect agreed Local Plans.
- Unblocking stalled developments with planning approval, including swifter compulsory purchase powers.
- **Development Corporations** for strategic sites to overcome a range of potential barriers to speedy development and delivery of homes and jobs.

(No existing powers will be taken from the WoE constituent councils)

New business support powers:

- Closer cooperation on integrated and locally relevant **inward investment and trade services**.
- Support for developing the **West of England Growth Hub**, to help growing businesses expand or set up.
- Increased support for the Bristol & Bath Science Park and the J21 Food Enterprise Zone, supporting innovation in key growth sectors.
- More local control over the **use of EU funds**. *(reducing bureaucracy)*
- Support the roll out of super fast **broadband**, particularly in rural areas

(no existing powers will be taken from the WoE constituent councils)



Constraints on the Mayor

- Mayor receives powers from Central Government, not the constituent councils of the combined authority.
- The combined authority may reject the West of England Mayor's plans if two-thirds of the constituent councils agree to do so *(including the Mayor's spending plans)*
- The spatial framework: will need to be approved by unanimous vote of the members appointed by constituent councils of the CA.
- The West of England Mayor will be **scrutinised and held to account** by the West of England Overview and Scrutiny and Audit committee.



The Combined Authority (CA)

- The CA is a legal structure that will be set up by the constituent councils / the membership of the WoE devolution deal
- It will take on the powers set out in the WoE deal (*no existing powers will be taken from the WoE councils*)
- Membership: each constituent council will appoint one elected councillor (usually the Leader) to be a member. The Elected Mayor is also a member and will Chair the CA.
- The Combined Authority may reject the West of England Mayor's plans if twothirds of the constituent councils agree to do so *(including the West of England Mayor's spending plans)*
- The Combined Authority will be held to account by the WoE Overview and Scrutiny Committees

Devolution programme key milestones and activities

