

Grant Awarding Body	Name of the Grant	Project to be funded by the Grant	Summary of Purpose of Grant and Grant Conditions and Obligations	Value £000
Sheffield City Region Combined Authority	Sheffield City Region Investment Fund (SCRIF)	Claywheels Lane Sustainable Industries Park	<p>Claywheels is one of the largest brownfield sites in Sheffield but due to poor site access; a lack of mains services; a patchwork of levels and hardstanding; areas of contamination and a number of derelict large chimneys and old industrial sheds on the site, no private sector investment proposals have come forward for the site for the past 20 years.</p> <p>A genuine investment interest has been shown in the site by a range of new companies at the heavier end of recycling and the generation of energy from waste sectors, together with major users of energy such as steel manufacturers. However, the developments/works proposed for the site are not viable without public sector intervention and thus the Council made an application to the Sheffield City Region Combined Authority for funding from SCRIF.</p> <p>SCRIF investment would enable both new industrial activity to be attracted into the site and the existing businesses to remain and hopefully expand. As a result the safeguarded and/or new jobs created will directly contribute to the wider economic prosperity of Sheffield and the City Region. The SCRIF will leverage in circa £32m of private sector investment.</p> <p>The project Outputs and Outcomes are as follows:-</p> <p><b>Works Outputs</b></p>	1512

			<ul style="list-style-type: none"> <li>• To provide 8.34 acres of currently occupied land with improved access and services (electricity, gas, water and drainage)</li> <li>• To make 20.81 acres of currently vacant and unserviced land available for development with provision of mains electricity, gas, water and drainage and improved highways access.</li> <li>• The development of 8,239sqm of fully serviced industrial floor space and the construction of a new steel press.</li> </ul> <p><b>Non Works Outputs</b></p> <ul style="list-style-type: none"> <li>• The safeguarding of 32 jobs on the Claywheels Lane site</li> <li>• The development and implementation of a focused marketing campaign to secure occupation of the Sustainable Industries Park.</li> <li>• The creation of 35 jobs.</li> </ul> <p><b>Outcomes</b></p> <ul style="list-style-type: none"> <li>• The construction of 14,559 sqm of new industrial space involving the investment of £18m.</li> <li>• The delivery of 16 jobs, by 2020.</li> <li>• The delivery of a further 20 jobs by 2020.</li> </ul> <p>The Council will enter into two funding agreements with the Sheffield City Region: one relating to outputs that will ultimately be delivered AMG Investments Limited and one relating to outputs that will ultimately be delivered by Abbey Forged</p>	
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			<p>Products. This reduces the risk to the Council as the clawback risk can now be transferred (via the funding agreements to the two landowners – please see Appendix 2a for further details) to the relevant beneficiary and any unexpected issues with one part of the project will not now result in clawback on the other. The Council will still be at risk of clawback in relation to its own fees claimed up to £88,167. This risk is seen as a very low risk and will fall away once the Works Outputs have been delivered.</p> <p>The terms of the two proposed funding agreements between the Combined Authority and the Council, which have now been finalised, also ensure that although there are desired outputs and outcomes for the project, clawback will only be applicable for the outputs.</p> <p>Other key features (not exclusive) of the Funding Agreements are summarised as follows :</p> <ul style="list-style-type: none"> <li>• The agreements are between the Combined Authority and the Council and are for £988,918.00 (£57,668 of which relates to the Council’s fees) and £522,999.00 (£30,499 of which relates to the Council’s fees) respectively.</li> <li>• Expenditure and Works Outputs must be complete by 31<sup>st</sup> December 2019</li> <li>• We cannot make any changes to the project that The Recipient shall not make any change to the Project that are significant or that have the potential to result in the provision of the Grant breaching any EU Rules without the Combined Authority's prior written agreement.</li> </ul>	
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			<p>relevant non-works outputs are not achieved.</p> <ul style="list-style-type: none"><li>• The European Commission can audit grant projects and raise any issues with state aid compliance up to 10 years after the grant is awarded and the Combined Authority can demand repayment of the grant plus interest if required to do so as a result of a decision of the Commission.</li></ul> <p>The Combined Authority has a lot of pressure on funding allocations and over commitments. Consequently they have been clear that, unless SCC is in a position to sign the funding agreement by 1 December 2017, the funding for this project may be lost.</p>	
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