

**Solent Local Enterprise Partnership  
Funding, Finance Performance Management Group (FFPMG)**

Held on Tuesday 22 June 2021 via video conference facilities

9:00 - 12:00

| <b>Present</b>          | <b>In Attendance</b>            |
|-------------------------|---------------------------------|
| Brian Johnson           | Sophie Mallon                   |
| James Fitzgerald        | Steve Futter                    |
| David Youngs            | Stuart Baker                    |
| Elizabeth Goodwin       | Nicola Twiddy (minute taker)    |
| SJ Hunt (Chair)         | Item 6 only - Chris Ward        |
| Richard Jones           |                                 |
|                         |                                 |
| <b>Apologies</b>        | <b>Guests</b>                   |
| Anne-Marie Mountifield  | Item 3 only - David Wilson, HCC |
| Nick Loader             | Item 6 only - Richard Lingard   |
| Clare Mulholland (BEIS) |                                 |

| <b>Item</b>  | <b>Action</b>        |
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| <p><b>1. Introductions and apologies for absence</b></p> <p>The Chair welcomed everyone to the meeting.</p> <p>FFPMG Members were advised that 5 new P Directors have now been appointed to the Board, an induction meeting will be taking place and the Executive will be engaging with them to seek FFPMG and SERCOM members.</p> <p>Apologies for absence were noted from Anne-Marie Mountifield, Nick Loader and Clare Mulholland.</p>   |                      |
| <p><b>2. Notes of the previous meeting of 30 March 2021</b></p> <p>The meeting notes from the meeting on 30 March 2021 were <b>Agreed</b> by FFPMG.</p> <p><b>Matters Arising</b><br/>The following matters of arising were raised for the March meeting:</p> <p>Page 2 - Solent Recreation Mitigation Partnership (SRMP) - a new site is being proposed and an update will be requested for the July Board meeting.</p> <p>Page 3 - Business Plan is now been published.</p> <p><b>Declarations of Interest</b></p> <p><u>Brian Johnson</u></p> | <b>LEP Executive</b> |

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|           | <p>Item 4 - Innovation and Collaboration Hub (ICH) as part of the National Maritime Systems Centre (NMSC) redevelopment at Portsdown Technology Park by QinetiQ, to which BAE Systems are a partner organisation for output delivery, and as a Board Member of Society of Maritime Industries.</p> <p><u>SJ Hunt</u> (for note generally):<br/>- Parity Trust works with a range of local authorities in the Solent area, including New Forest, Eastleigh, Fareham and Gosport</p> <p><u>Stuart Baker</u><br/>Item 3 - Presentation from Hampshire County Council in relation to the delivery of the A326 road improvements scheme, Wife works at HCC in unrelated role.</p>  |   |
| <p>3.</p> | <p><b>Presentation from Hampshire County Council in relation to the delivery of the A326 road improvements scheme</b></p> <p>Steve Futter provided an overview on the project to date.</p> <p>David Wilson joined the meeting to provide an updated on the A326 road improvements scheme, including confirmation construction would start on 28<sup>th</sup> June 2021 and conclude by the end of Summer 2022.</p> <p>Stuart Baker joined the meeting (09:14)</p> <p>David Wilson also provided an updated on Stubbington Bypass and the access road on Daedalus.</p> <p>David Wilson left the meeting.</p> <p>Then, FPPMG Members:<br/><b>Considered</b> the presentation from Hampshire County Council, <b>agreed</b> to provide advice to the LEP Board in relation to agreeing an extension to the timescale for delivery of the project and claim of grant funds to 30<sup>th</sup> September 2022.</p>  | <p><b>Executive</b></p>                                 |
| <p>4.</p> | <p><b>Finance and Funding Report</b></p> <p>The paper was taken as read and FPPMG Members received an update on the Local Growth Deal (LGD) and Getting Building Fund (GBF) programmes, the latest budget position and the final out-turn position for the 2020/21 financial year.</p> <p>A discussion was held on the risk matrix for the GBF projects.</p> <p>SJ Hunt asked for her concerns regarding the eligibility of the Fawley Waterside Ltd - Fawley Digital project to be noted.</p> <p>FPPMG Members:<br/><b>Agreed to delegate authority</b> to the Executive to speak to HCC regarding delivering the Fawley Waterside Ltd - Fawley Digital project, in order to enable the Board to consider options at the meeting in July.</p> <p>FPPMG Members also <b>Agreed</b> to seek an update on the status and timing of the planning application in relation to the Portsmouth International Port project.</p> <p>Project updates were provided on a number of schemes as per the paper.</p> <p>FPPMG Members:</p> | <p><b>LEP Executive</b></p> <p><b>LEP Executive</b></p> |

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|    | <ul style="list-style-type: none"> <li>• <b>Endorsed</b> the final outturn for 2020/21 of £48,832,838 and the sources of funding called upon as set out in appendices A and B and recommended it for approval by the LEP Board on 16 July 2021.</li> <li>• <b>Endorsed</b> the revised budget for 2021/22 of £49,472,334 and the forecast budget for the period to 2023/24 as set out in appendix B and recommended it for approval by the LEP Board on 16 July 2021 which includes the following: <ul style="list-style-type: none"> <li>• The current position of the LEP Loan Funds available as summarised in appendix D.</li> <li>• The latest position of the Local Growth Deal and Getting Building Funds as set out in appendices E1 and E2 respectively.</li> <li>• The re-profiling and budget movements as set out in the table in paragraph 4.</li> </ul> </li> </ul> <p>Then FPPMG Members:</p> <ul style="list-style-type: none"> <li>• <b>Noted and Agreed</b> the Corporate and Strategic Risk Register attached at appendix C, noting the Government Policy consequence box to be made clearer.</li> <li>• <b>Noted</b> the update on the final position of the LGD and GBF in 2020/21 at paragraph 3.</li> <li>• <b>Considered</b> the key risks in relation to the LGD tail and the ongoing GBF projects as set out in paragraphs 4.1 and 4.2 of the report.</li> <li>• <b>Noted</b> that the public consultations for the two GBF projects: University of Southampton Silicon Coast and Portsmouth International Port Border Control Post, have concluded with no responses received.</li> <li>• <b>Noted</b> the project specific updates by exception in paragraph 4.3.</li> <li>• <b>Noted</b> the other funding updates at paragraphs 5 to 8.</li> <li>• <b>Considered</b> the high level Risk Matrix for the Local Growth Programme attached at appendix F and <b>delegated</b> its Approval to the LEP Chief Executive and the Accountable Body's section 151 officer.</li> <li>• <b>Noted</b> the final 2020/21 outturn position of the LGD and GBF as attached at appendices E1 and E2 which sets out the capital switch and accruals that were actioned at the end of the 2020/21 financial year.</li> <li>• <b>Noted</b> the funding updates in paragraph 7 below including the release of the commitments against the £4.9m LGD and £3.05m Growing Places Loan funding</li> <li>• <b>Noted</b> the updates in respect of the Southsea Flood Defence and Island Line Projects as set out in paragraph 4.3.</li> </ul> | <p>LEP Executive</p> <p>LEP Executive &amp; Accountable Body</p> <p>LEP Executive, AB and FPPMG Chair</p> |
| 5. | <p><b>Internal Audit update report and Annual Audit report</b></p> <p>The paper was taken as read. Lizzi Goodwin provided an update on the 2020-21 Audit Plan Activity Update and talked through the Internal Audit Reports for activity carried out in 2020/21. The proposed audit plan for 2021/22 was reviewed.</p> <p>FPPMG Members:</p> <ul style="list-style-type: none"> <li>• <b>Noted</b> the progress against plan for Internal Audit activities as set out in Annex A,</li> <li>• <b>Considered</b> the following PCC Internal Audit reports as set out in Annex B: <ul style="list-style-type: none"> <li>o Kick Starting Tourism Grant,</li> <li>o Isle of Wight &amp; New Forest Business Resilience Funds</li> <li>o Pay it Forward Fund</li> <li>o Grants Awarded (including due diligence)</li> <li>o Solent 2050 (project)</li> <li>o IT Infrastructure</li> <li>o Insurance</li> </ul> </li> <li>• <b>Noted</b> the Annual Audit Opinion in relation to audit work carried out during 2020/21 and</li> <li>• <b>Approved</b> the proposed 2021-22 annual audit plan as set out in Annex C.</li> </ul>  |   |
| 7. | <p><b>Any Other Business</b></p> <p>Stuart Baker provided an update on the Southampton Airport runway extension.</p>  |   |

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|           | <p>Chris Ward joined the meeting.</p> <p>The following left the meeting Brian Johnson, Steve Futter, Stuart Baker and James Fitzgerald.</p> <p>The next meeting is on 10 November 2021.</p> |  |
| <b>6.</b> | <p><b>Update on the Solent Prosperity Fund.</b></p> <p><b>Confidential Item</b><br/>A Confidential Item was discussed in relation to the Solent Prosperity Fund.</p>                        |  |

**Meeting closed at 12:06**