Agenda Item 8

Dudley Borough Local Economic Assessment (LEA)

Select Committee on Regeneration, Culture & Adult Education

20 January 2010



PURPOSE

- Provide an update on new statutory economic assessment duty
- Raise awareness and understanding of the LEA
- Seek Select Committee's views on the proposed outline format & content of the LEA
- Assess any other areas that Select Committee considers need to be taken into account



BACKGROUND

Review of Sub-National Economic Development & Regeneration (SNR) - July 2007:

- Series of reforms to enable regions and local areas to respond better to economic challenges and play a more significant role in promoting economic development.
- Local Democracy, Economic Development & Construction Act -<u>November 2009</u>:
 - Part 4 new duty on county councils and unitary district councils to prepare an assessment of the economic conditions of their area a Local Economic Assessment (LEA).
 - Part 5 new Single Integrated Regional Strategy (SIRS) Planning Policy led.
- Local Government Act 2000:
 - LEA duty underpins LAs well-being power.



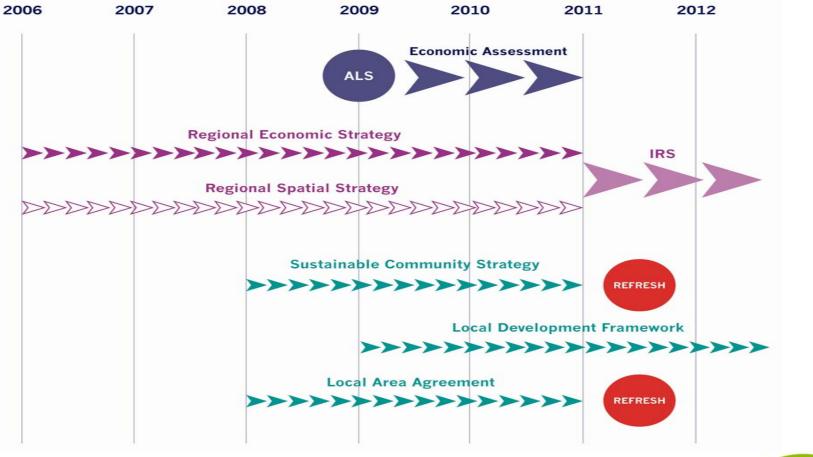
BACKGROUND

- New duty comes into force from <u>April 2010</u>.
- Complete first LEAs within 6-9 months.
- LEA, or any part of it, <u>may be revised at any time</u>.
- Take account of any <u>guidance</u> published by the Secretary of State.
- CAA how local authorities & partners have used the LEA to inform local priorities & strategies.
- Work across different service areas economic regeneration, education & skills, planning, transport, sport & culture.
- Build on analysis & assessment work already undertaken



LEAs - STRATEGY LINKS

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LEAs - CORE OBJECTIVES

- Robust & well informed evidence base story of place.
- Sound understanding of <u>local economic conditions</u> & <u>how they</u> <u>affect residents & businesses</u>.
- Identify comparative <u>strengths & weaknesses</u> of the local economy and nature and form of local <u>economic challenges</u> and opportunities.
- Identify <u>local economic geography</u>, including <u>economic</u> <u>linkages</u> between the area and the wider economy.
- Identify local constraints to economic growth and employment and the <u>risks</u> to delivering sustainable economic growth.
- Should lead to improved economic interventions, including better spatial prioritisation of investment/funding.





4 Key Themes

- 1. Place
- 2. Business & Enterprise
- 3. People & Communities
- 4. Sustainable Economic Growth



Theme 1 - Place

- > <u>History</u>
 - Brief overview of place history
- Geography
 - Location in regional/sub-regional context, town centres, transport connections, future development & investment plans
- Place Performance
 - Place Survey, Place Competitiveness Index
- Economic Geography
 - Determine connections with surrounding areas
 - Map where residents live, work & play
- Demography
 - Population information, population changes, population projections, migration



Theme 2 - Business & Enterprise

- > Competitiveness & Productivity
 - Gross Value Added (GVA), Incomes, Floorspace
- Structure of local economy
 - Local business base size, sector, etc
 - Sector strengths/future growth sectors
 - Strategic companies
- Enterprise & Innovation
 - Business start-ups & closures
 - Self employment
 - Inward investment trends
 - Knowledge intensive industries
 - Linkages between higher education & businesses
- Business Needs
 - Gauge views of local businesses across a range of areas, including:
 - Biggest constraints to business investment & economic growth
 - How well local authorities engage local businesses and local business
 networks
 - Views on extent to which local authority core services support local businesses



Theme 3 - People & Communities

- Labour Market
 - Local occupational structure
 - Employment, unemployment by age, gender, ethnicity, occupation
 - Job vacancies
- > <u>Skills</u>

- Local skills levels
- Skills gaps
- Education attainment
- Indices of Deprivation education & skills domain

Economic Inclusion

- Areas/communities that face high levels of deprivation & economic exclusion
- Health & disability
- Crime rates
- Debt levels
- Worklessness Assessment City Region led
- Child Poverty Needs Assessment



Theme 4 - Sustainable Economic Growth

- Environmental sustainability
 - Pressures of economic growth on environmental sustainability
 - Potential opportunities for maximising green growth
 - Low carbon economy challenges & opportunities
 - Economic implications of long term climate change

Housing and infrastructure

- Housing provision & infrastructure to support sustainable economic growth
- Transport network reliability
- Employment land



LEA APPROACH

- Led by Economic Regeneration & Transportation Division, DUE
- Utilise internal staff resources
- Some possible external support to address data gaps
- Refreshed annually to update key statistics.
- Complete review every 2/3 years.



CONSULTATION

- LAs to consult such persons as they consider appropriate.
- **LAA partners economic development.**
- Local business & social enterprise.
- Statutory environmental advisers Natural England & Environment Agency.



TIMESCALES

- Develop and agree outline content: February 2010
- Identify data gaps: March 2010
- Agree additional data requirements & commission work: April -July 2010
- Develop detailed content for draft LEA: April July 2010
- Review & finalise draft LEA: August 2010
- > Approval to consult on draft LEA: September 2010
- Consultation on draft LEA: October November 2010
- Produce final LEA: December 2010
- > Approval of final LEA: January/February 2011
- Dudley Borough LEA completed & delivered: March 2011



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