

Record of Delegated Executive Decision(s)
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1. Subject of decision

Purchase of additional properties by North Tyneside Trading Company (Development) Limited for affordable housing
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2. Name and Title of Decision Maker

Patrick Melia, Chief Executive

3. Details of any Conflict of Interest and any Dispensation granted in respect of such Interest

None

4. Executive summary

<p>The purpose of this report is to seek approval for the Authority to authorise the purchase of the properties highlighted in this report by North Tyneside Trading Company (Development) Limited in order to provide affordable housing in the Borough.</p>

The homes to be purchased are:

Agricola Gardens, Wallsend

Ashburn Road, Wallsend (a further property in addition to the one included in the report of 10 October 2017)

Cabinet agreed the Affordable Homes Programme in 2013, created the Trading Company subsidiary on 9 March 2015 and included the funding in the 2015-2018 and 2016-2019 Investment Plans. This report requests approval of funding to be provided to North Tyneside Trading Company (Development) Limited in order to acquire the properties above from the monies received by the Authority pursuant to section 106 of the Town and Country Planning Act 1990 for affordable housing as value for money has been demonstrated.

5. Alternative Options considered

Decision options are to approve or not to approve the purchase of the additional homes by North Tyneside Trading Company (Development) Limited. If not approved the Development Company would be unable to support the Authority with its programme of delivery of affordable homes in line with the Cabinet's priorities.

6. Decision(s)

The Chief Executive, in consultation with the Elected Mayor and Head of Finance agrees to:

- (a) the purchase of the properties highlighted in the report by North Tyneside Trading Company (Development) Limited in order to provide affordable housing in the Borough;
- (b) approve the use of the Section 106 Town and Country Planning Act 1990 commuted sums available for affordable housing as funding for the Company;
- (c) approval of funding of up to £262,000 to North Tyneside Trading Company (Development) Limited in order to acquire and refurbish the properties;
- (d) agree to provide funding to the North Tyneside Trading Company (Development) Limited in the form of equity funding as that being the form of funding that is most beneficial to deliver the desired objectives of the Authority as detailed in Section 1.5 of the report.

7. Reasons for the Decision(s)

It will help to meet the objective of the Authority to assist in the delivery of 3,000 affordable homes across 10 years.

8. Date decision made

6 December 2017

9. Is this decision subject to call-in and if so expiry date of call-in period

Yes, the call-in period expires at 5.00pm on 28 December 2017

10. Date of Publication

19 December 2017

11. Implementation Date (if decision not called in)

After 5.00pm on 28 December 2017