

Record of Delegated Executive Decision(s)

1. Subject of decision

Loan to Aurora Properties (Sale) Limited 2018/19

2. Name and Title of Decision Maker

Janice Gillespie, Head of Finance

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

Not applicable

4. Executive summary

The purpose of this report is to seek approval for the Authority to provide a loan of up to £250,000 for the 2018/19 financial year to Aurora Properties (Sale) Limited to fund the running costs of the company which is delivering homes for commercial sale, the sites being developed are the Avenue, Wallington Court and Northumberland Square. A small proportion of this loan (up to £7,000 each) may be provided to the holding company, North Tyneside Trading Company Limited and Aurora Properties (Rental) Limited, in order to fund running costs associated with the companies. This is in line with the Cabinet approval of 14 November 2016 which provided delegated authority to the Head of Finance to make available, by way of a combination of debt and equity funding, to the Commercial Sale Company and Commercial Rental Company, such funding as is required to support each Company's business plan, in so far that there are no additional financial implications for the Authority which cannot be contained within existing budgets, on such appropriate terms as approved by the Head of Law and Governance.

5. Alternative Options considered

The decision options are to approve or not to approve the loan. If the loan is not agreed, Aurora Properties (Sale) Limited will be unable to meet its ongoing running costs.

6. Decision(s)

It is agreed that a loan of up to £250,000 be provided to Aurora Properties (Sale) Limited and that a small proportion of this loan (up to £7,000 each) may be provided to the holding company, North Tyneside Trading Company Limited and Aurora Properties (Rental) Limited, in order to fund running costs associated with the companies.

7. Reasons for the Decision(s)

To fund the running costs of the company which is delivering homes for commercial sale, the sites being developed are the Avenue, Wallington Court and Northumberland Square.

8. Date Decision Made

8 May 2018

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

Yes, the call-in period expires on Wednesday 16 May 2018 after 5.00pm

10. Date of Publication

Wednesday 9 May 2018

11. Implementation Date (if decision not called in)

Wednesday 16 May 2018 after 5.00pm