

Cabinet Meeting

9 July 2019

(Revisions shown in bold text)

Revised Recommendation:

Decisions for Cabinet

- 3.1 That in consideration of the Council's previous decision made in July 2017 and set out below;

'That Council approve £25m of Prudential Borrowing, in principle, to facilitate the work of the Housing Rental Company, in the form of a loan for a capital purpose. Detailed business cases are required to be presented to the Housing Rental Company Committee for approval, in order to trigger any draw down against this amount. The terms of the loan to be determined at the point of draw down by the Head of Finance'

that Cabinet;

- 3.1.1 Delegate to the Chief Finance Officer the authority to approve **the financial aspects only of** detailed business cases submitted by the TDA (thereby approving a loan for a capital purpose) to be funded from the approved prudential borrowing of £25m, to be drawn down at 0.25% above the prevailing Public Works Loan Board rate subject to review of the financial aspects of each scheme to ensure compliance with state aid, the Prudential Code, and scheme viability in consultation with the Cabinet Member for Economic Regeneration, Tourism and Housing, and the Interim Director of Place.

- 3.2 That the Chief Finance Officer be instructed to confirm/reject the prudential borrowing request from the TDA **on financial aspects only**, with a response not to be unreasonably delayed and in any event within 10 working days of the request.

That the Cabinet recommend to Council:

- 3.3 That a loan of up to £1m be approved to TDA, **if required**, to allow access to the necessary working capital required to set up the Housing Company with the terms of the loan delegated to the Chief Finance Officer to agree, in consultation with the Cabinet Member for Finance.
- 3.4 That the land at Torre Marine, edged red on the attached plan set out at Appendix 1 to the submitted report be transferred to TDA for the delivery of affordable housing, subject to an appropriate nomination and grant agreement, at nil cost in return for 100% nomination rights in perpetuity.

~~3.5 That the urgent Council decision of 17 November 2017 be rescinded and that the following be approved:~~

~~“That the disposal of the land edged red in plans EM2354a and EM1687 at Appendices 2 and 3 to this submitted report in respect of 286-288 Totnes Road and Redwell Lane to the TDA or subsidiary thereof, in order to deliver affordable housing in return for 100% nomination rights in perpetuity and in order to assist in meeting the objectives identified in the housing strategy, be approved and that delegated authority be given to the Chief Executive in consultation with the Cabinet Member for Economic Regeneration, Tourism and Housing, to agree the detailed terms of these disposals.”~~

3.6 That the decision made by the Council on the 19 October 2017 2017 (Minute 103/10/17 refers) be rescinded and that the following be approved:

“That the Chief Executive, in consultation with the Cabinet Member for Economic Regeneration, Tourism and Housing, be given delegated authority to allocate the Affordable Housing capital budget to the TDA or subsidiary thereof to facilitate the delivery of affordable housing in line with the commissioning agreement.