

Meeting: Council Date: 15 May 2025

Wards affected: Churston with Galmpton

Report Title: Brokenbury Solar Farm

When does the decision need to be implemented? Immediately

Cabinet Member Contact Details: Cllr Chris Lewis, Cabinet Member for Place Development and Economic Growth and Deputy Leader, chris.lewis@torbay.gov.uk

Director Contact Details: Malcolm Coe, Director of Finance, Malcolm.coe@torbay.gov.uk

1. Purpose of Report

1.1. The approach to the delivery of the solar farm has now changed and, following the decision of the Cabinet on 15 April 2025 (pending the outcome of Call-in), will see the end user develop the Solar Farm as opposed to the Council. As such this report looks to rescind a previous Council decision to borrow money for the construction.

2. Reason for Proposal and its benefits

2.1. By leasing its land the Council will no longer need to borrow money for the construction of the solar farm. All the costs associated with the delivery will now sit with the end user and not the Council.

3. Recommendation(s) / Proposed Decision

3.1 That subject to the outcome of the Call-in process, the following decision of Council made on 18 July 2024 be rescinded:

'that up to £2,750,000 of prudential borrowing be approved subject to securing a unit rate per MWh that exceeds the loan repayments, covers projected maintenance and other operational and equipment replacement costs and provides an appropriate surplus per annum over the life of the scheme commensurate with level of risk '.

4. Appendices

None

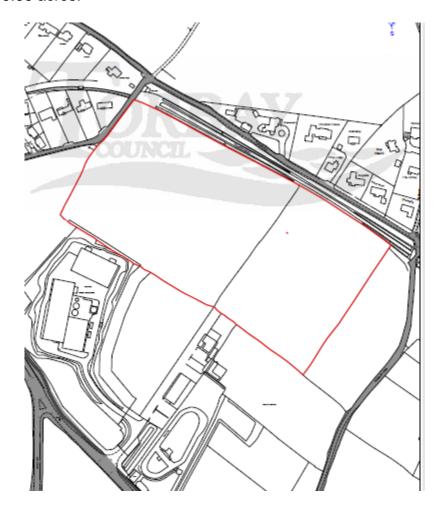
5. Background Documents

 Record of Decision Cabinet 15 April 2025 (<u>Decision - Brokenbury Solar Farm</u>) and Brokenbury solar farm Cabinet paper 15 April 2025 <u>Brokenbury.pdf</u>

Supporting Information

6. Introduction

- 6.1. On 11 June 2024 Cabinet approved funding for a solar farm at Brokenbury. A link to the previous report and record of decision can be found in section 5.
- 6.2 The two fields at Brokenbury (edged red below) are located off Bridge Road and to the north and east of the Southwest Water (SWW) treatment plant in Churston. The fields extend to 16.66 acres.



6.5 Planning consent has been obtained on 18.11.22 reference P/2021/0658. This is for a 2MWp solar farm. The consent has been granted for a 3-year time period whereby work must have started (but not completed). The below plan forms part of the planning consent and shows the location of the solar panels in blue.



- In more recent discussions SWW, through its parent company Pennon Group has introduced an alternative approach to delivery. Rather than the Council deliver the solar farm and then provide renewable energy and at an agreed rate, it is now proposed that the land at Brokenbury is leased to Pennon/SWW which will allow them to build out the solar farm. Pennon would be responsible for constructing the solar farm. There would be no build costs for the Council and no need for a PPA. This reduces the need for the Council to borrow money and finance the construction and removes any risks with delivering the solar farm and providing power to the end user. Further details are contained within the Exempt Appendix 3.
- 6.7 The revised proposed delivery model still delivers the objectives of the original proposal but transfers the construction and management of the solar farm to the end user. This allows them to ensure that it meets their own requirements and specification.
- 6.8 On 15 April 2025 Cabinet approved a change to the delivery model and as such this paper looks to rescind the previous Council decision to borrow money for the construction.

7. Options under consideration

- 7.1. The PPA option involves delivering the solar farm directly and provide guaranteed power to the end user. This option poses a greater obligation on the Council when compared to the lease option.
- 7.2. As an alternative to the PPA option, the land could be leased to Pennon. Pennon would then be responsible for funding and carrying out the construction work. Torbay Council would receive an annual market rent for the period of the lease.

8. Financial Opportunities and Implications

8.1. In granting a long lease to Pennon, the tenant on completion of the lease will make a capital contribution to cover the Council's costs incurred to date associated with obtaining planning consent. Furthermore, the Council will receive an annual market rent for the duration of the

- lease term. The lease terms will restrict use of the land in alignment with the existing planning consent referred to above unless approved by the Council.
- 8.2. At present the Council's maintenance costs for the land are minimal. In granting a long lease to Pennon all such maintenance liabilities will be passed to the tenant.

9. Legal Implications

9.1. A long lease is to be granted to Pennon, providing the tenant with the ability to build out the scheme in accordance with the existing planning consent referred to above. Each party will need to bear its own legal costs associated with the transaction.

10. Engagement and Consultation

- 10.1. Public consultation for the project has been carried out in line with the usual planning application process.
- 10.2. The key stakeholder and end user of the renewable energy has been closely engaged with during the strategic work up of the project, which is ongoing.
- 10.3. A Communication Plan will be produced by Torbay Council Communications Team if the lease option is pursued. This will likely include local news and social media platforms.

11. Procurement Implications

11.1. None.

12. Protecting our naturally inspiring Bay and tackling Climate Change

- 12.1. On 24 June 2019, Torbay Council declared a 'Climate Emergency'. Torbay Council is a partner of and supports the work of the Devon Climate Emergency Response Group, which is aiming to produce a collaborative Devon-wide response to the climate emergency to achieve net zero carbon emissions by 2050 and prepare Devon for the necessary adaptation to infrastructure and services required to respond to climate change.
- 12.2. Torbay Council's current Energy and Climate Change Strategy describes how the Council will help minimize the economic, social and environmental costs of climate change by demonstrating leadership and providing encouragement in working toward emission reductions and resilience to our changing climate.
- 12.3. The UK government also has a net zero strategy "Build Back Greener". This strategy sets out policies and proposals for decarbonising all sectors of the UK economy to meet Central Governments net zero target by 2050. Renewable energy including solar power forms part of this strategy.
- 12.4. The proposed solar farm would allow the end user to use sustainable electricity generated on Torbay Council owned land to power the end users site. The identified end users' site being SWW's Brokenbury Water Treatment Works serves residents throughout Torbay.

Delivery of the solar farm would be a positive step towards meeting the targets set out in the Climate Change Strategy.

The objective is to provide a 2MWP solar farm to generate renewable energy over a 25-year period which will:

Contribute to Torbay's net zero target by reducing our carbon footprint by 458.75 tonnes of C02 a year or 13,762.5 tonnes of C02 over a 30-year period and 18,350 tonnes of C02 over a 40 year period. These figures are approximate based on average sunlight.

13. Associated Risks

13.1 The detailed lease terms are not yet agreed and as such there is a risk that terms cannot be agreed.

14. Equality Impact Assessment

Protected characteristics under the Equality Act and groups with increased vulnerability	Data and insight	Equality considerations (including any adverse impacts)	Mitigation activities	Responsible department and timeframe for implementing mitigation activities
Age	18 per cent of Torbay residents are under 18 years old. 55 per cent of Torbay residents are aged between 18 to 64 years old. 27 per cent of Torbay residents are aged 65 and older.	no differential impact		
Carers	At the time of the 2021 census there were 14,900 unpaid carers in Torbay. 5,185 of these provided 50 hours or more of care.	no differential impact		
Disability	In the 2021 Census, 23.8% of Torbay residents answered that their day-to-day activities were limited a little or a lot by	no differential impact		

	a physical or mental health condition or illness.	
Gender reassignment	In the 2021 Census, 0.4% of Torbay's community answered that their gender identity was not the same as their sex registered at birth. This proportion is similar to the Southwest and is lower than England.	no differential impact
Marriage and civil partnership	Of those Torbay residents aged 16 and over at the time of 2021 Census, 44.2% of people were married or in a registered civil partnership.	no differential impact
Pregnancy and maternity	Over the period 2010 to 2021, the rate of live births (as a proportion of females aged 15 to 44) has been slightly but significantly higher in Torbay (average of 63.7 per 1,000) than England (60.2) and the South West (58.4). There has been a notable fall in the numbers of live births since the middle of the last decade across all geographical areas.	no differential impact
Race	In the 2021 Census, 96.1% of Torbay residents described	no differential impact

	their ethnicity as white. This is a higher proportion than the South West and England. Black, Asian and minority ethnic individuals are more likely to live in areas of Torbay classified as being amongst the 20% most deprived areas in England.		
Religion and belief	64.8% of Torbay residents who stated that they have a religion in the 2021 census.	no differential impact	
Sex	51.3% of Torbay's population are female and 48.7% are male	no differential impact	
Sexual orientation	In the 2021 Census, 3.4% of those in Torbay aged over 16 identified their sexuality as either Lesbian, Gay, Bisexual or, used another term to describe their sexual orientation.	no differential impact	
Armed Forces Community	In 2021, 3.8% of residents in England reported that they had previously served in the UK armed forces. In Torbay, 5.9 per cent of the population have previously served in the UK armed forces.	no differential impact	

Additional considerations				
Socio-economic impacts (Including impacts on child poverty and deprivation)		no differential impact		
Public Health impacts (Including impacts on the general health of the population of Torbay)		Clean energy will prevent the use of fossil fuel alternative and help to sustain a cleaner atmosphere and environment for all in the local area.		
Human Rights impacts		no differential impact		
Child Friendly	Torbay Council is a Child Friendly Council, and all staff and Councillors are Corporate Parents and have a responsibility towards cared for and care experienced children and young people.	no differential impact		

15. Cumulative Council Impact

15.1. None

16. Cumulative Community Impacts

16.1. None