# Agreement pursuant to Section 106 of the Town and Country Planning Act 1990 (as amended)

**BABERGH DISTRICT COUNCIL (1)** 

and

SUFFOLK COUNTY COUNCIL (2)

## Relating to

Hill Farm Barns, Hill Farm, Old London Road, Copdock and Washbrook IP8 3LE (Planning Reference: DC/22/01605)

Shared Legal Services
Babergh District Council
Council Offices
Endeavour House
8 Russell Road
Ipswich IP1 2BX

This Agreement is made the 7th day of March 2024

#### Between:

- (1) BABERGH DISTRICT COUNCIL of Endeavour House, 8 Russell Road, Ipswich, Suffolk IP1 2BX ("the District Council") and
- (2) SUFFOLK COUNTY COUNCIL of Endeavour House, 8 Russell Road, Ipswich, Suffolk IP1 2BX ("the Owner" and, if and when it has parts with all interests in the Site, "the County Council")

Together "the Parties"

## INTRODUCTION

- 1. The District Council is the local planning authority for the purposes of the 1990 Act for the area in which the Site is situated and by whom the obligations contained in this Agreement are enforceable.
- 2. The ownership and other interests in the Site are as set out in the First Schedule.
- 3. The Owner submitted the Application to the District Council for the Development and the District Council has resolved to grant planning permission for the Development pursuant to the Application subject to the prior completion of this Agreement to regulate the Development and to secure the planning obligations contained in this Agreement.
- 4. The Owner warrants to the District Council that it has full power to enter into this Agreement, and that there is no other person having a charge or an interest in the Site or the Development.
- 5. The Owner is also a local planning authority, the local education authority and the local highway authority for Suffolk and by whom the obligations contained in this Agreement relating to those matters shall be enforceable if and when it parts with all interests in the Site.

- 6. The District Council enters into this Agreement content that the requirements of the District Council's policies are met and that any objections by the District Council to the grant of planning permission on the basis of those policies are overcome.
- 7. The District Council consider, and the Owner acknowledges that the Development should not proceed unless certain restrictions regulating the use of the Site are imposed in the manner hereinafter appearing and pursuant to Section 106 of the 1990 Act the Parties have agreed to enter into this Agreement in order to secure the planning obligations contained in this Agreement.
- 8. The District Council in resolving to approve the Application is satisfied that the planning obligations sought under the provisions of this Agreement meet the tests set out in Regulation 122 of the Community Infrastructure Levy Regulations 2010 (as amended).

# NOW THIS AGREEMENT WITNESSES AS FOLLOWS: OPERATIVE PART

#### 1. **DEFINITIONS**

For the purposes of this Agreement the following expressions shall have the following meanings:

"1980 Act"	the Highways Act 1980 (as amended)	
"1990 Act"	the Town and Country Planning Act 1990 (as	
	amended)	
"1996 Act"	The Housing Act 1996 (as amended)	
"2008 Act"	the Housing and Regeneration Act 2008	
"Affordable Housing"	housing for sale or rent, for those whose	
	needs are not met by the market (including	
	housing that provides a subsidised route to	
	home ownership and/or is for essential local	
	workers) as defined in Annex 2 of the NPPF	
	(as may be amended and replaced from time	
	to time)	
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"Affordable Housing Contribution"	the sum calculated in accordance with the	
	District Council's affordable housing policies	

in place at the time to be paid to the District Council to spend on the provision of off-site Affordable Housing in the district of Babergh in the event that the Owner is unable to dispose of the Affordable Housing to a Registered Provider "Affordable Housing Nomination an agreement substantially in the form set out Agreement" in the Fourth Schedule dealing with the allocation of the Affordable Housing by a Registered Provider which shall apply to all Affordable Housing the Units and "Nomination Agreement" shall have the same meaning "Affordable Housing Scheme" written scheme submitted to the District Council as part of the first reserved matters application for the written approval of the District Council identifying the location, number of bedrooms, gross internal area, mix and tenure of each Affordable Housing Unit in accordance with the Framework Affordable Housing Scheme and the provisions of the Second Schedule (unless otherwise agreed in writing with the District Council) "Affordable Housing Units" means a total of six (6) Dwellings to be provided as Affordable Housing pursuant to the Planning Permission, four (4) of which shall be transferred to a Registered Provider and occupied and let as Affordable Rent through a Choice Based Letting Scheme to which the District Council is a party and otherwise nominated by the District Council Affordable pursuant to the Housing Nomination Agreement, and two (2) of which

shall be transferred to a Registered Provider and occupied as Shared Ownership and, in

	accordance with the Affordable Housing
	Nomination Agreement, to be Occupied by
	persons with a local connection to the District
	of Babergh and on a lease in a form set out
	in Homes England's Capital Funding Guide
	(or any subsequent scheme)
"Affandala Dankii	housing woods qualible by a Desistand
"Affordable Rent"	housing made available by a Registered
	Provider as low-cost rental accommodation
	(as defined by section 69 of the 2008 Act)
	with a rent charged at a level up to eighty per
	cent (80%) of the equivalent market rent
	including any service charges applicable or
	the local housing rate allowance with Rents
	to be set, and may be adjusted over time, in
	accordance with the Government's policy for
	Affordable Rents as set out in the Rent
	Standard of April 2023 and any subsequent
	update or such Government policy which may
	succeed it.and "Affordable Rented" shall be
	construed accordingly
	construct accordingly
"Agreement"	means this Agreement pursuant to section
	106 of the 1990 Act
"Application"	the application for outline planning
	permission for the Development validated by
	the District Council on 25 March 2022 and
	allocated reference DC/22/01605
	anocated reference Doizzro 1000
"BCIS Index"	The All In Tender Price Index published by
	the Building Cost Information Service or any
	successor organisation
	Cubbost organication
"Chargee"	means a mortgagee or chargee (or any
	receiver (including an administrative

receiver) appointed by such mortgagee or chargee or any other person appointed under any security documentation to enable such mortgagee or chargee to realise its security or any administrator (howsoever appointed) including a housing administrator (each a Receiver)) of the whole or any part of the Affordable Housing Units or any persons or bodies deriving title through such mortgagee or chargee or Receiver

## "Chargee's Duty"

the tasks and duties set out in paragraph

1.8.1 in Part 2 of the Second Schedule

## "Choice Based Lettings Scheme"

an integrated electronic and manual information system which enables members of the public who have made or potentially might make an application for housing in the area to which the Choice Based Letting Scheme relates to apply for a selection of suitable properties or be supplied with details of housing available throughout the relevant area operated pursuant to any agreement to which the District Council is a party

## "Commencement of Development"

the date on which any material operation (as defined in Section 56(4) of the 1990 Act) forming part of the Development begins to be carried out other than (for the purposes of this Agreement and for no other purpose) operations consisting of site clearance, demolition work, archaeological investigations, investigations for the purpose of assessing ground conditions, remedial work in respect of any contamination or other adverse ground conditions, diversion and laying of services, any underground works, construction of access road (whether

	temporary or permanent), construction of temporary site compound and temporary marketing suite, erection of any temporary means of enclosure/ site security and the temporary display of site notices or advertisements and any other preparatory works as may be agreed with the District Council and "Commence", "Commenced" and "Commencement" shall be construed accordingly
"Completion of Development"	the date the last Dwelling is first Occupied
"County Council Contributions"	The Primary School Contribution, the Early Years Contribution, and the TRO Contribution as set out in Parts 6, 7 and 8 of the Second Schedule to this Agreement
"Development"	The demolition of existing redundant farm buildings and erection of up to nineteen (19)  Dwellings, creation of a new vehicular and pedestrian access off The Marvens as set out in the Application
"Dwelling"	any dwelling (including a house bungalow flat or maisonette) to be constructed pursuant to the Planning Permission and "Dwellings" shall be construed accordingly
"Early Years Contribution"	£43,548 (Forty-Three Thousand, Five Hundred and Forty-Eight Pounds) BCIS Indexed towards new, enhanced or improved early years provision serving the Site including any such provision that was previously funded by the County Council in advance

"Enforcing Authority"	means the authority entitled to enforce the terms of this Agreement (in whole or in part) against the Owner
"Habitats Sites"	means those sites on the Suffolk Coast which would be included within the definition of regulation 8 of the Conservation of Habitats and Species Regulations 2017 for the purpose of those regulations
"Habitats Sites Mitigation Contribution"	means the sum of £2,315.91 (Two Thousand Three Hundred and Fifteen Pounds and Ninety-One Pence) BCIS Index Linked calculated using the Habitat Mitigation Contribution Calculation
"Habitats Sites Mitigation Contribution Calculation"	the sum of £121.89 (One Hundred and Twenty-One Pounds and Eighty-Nine Pence) x (multiplied by) the total number of new Dwellings proposed pursuant to the Application
"HE"	Homes England or any successor organisation who is charged with the function of investing in the provision of Affordable Housing
"Index Linked"	the increase in any sum referred to in the Second Schedule by an amount equivalent to the increase in the BCIS Index or the RPI Index (as the context dictates) to be calculated in accordance with clause 11 of this Agreement
"Late Payment Interest"	interest at four per cent (4 %) above the minimum lending rate of the Bank of England from time to time

"Management Company"	a company or body who will take over responsibility for the future maintenance of the Public Open Space which definition may include a resident's association established for this purpose or a private limited company
"Market Housing Units"	those Dwellings which are general market housing for sale or rent on the open market and which are not Affordable Housing Units
"Nominated Body"	one or any of the following as approved by the District Council:  a) the Management Company; or  b) such other body as the District Council may elect and "Nominated Bodies" shall be construed accordingly
"NPPF"	means the National Planning Policy Framework (as amended)
"Notice of Actual Commencement"	notice in writing to advise of the actual date of Commencement of Development
"Notice of Expected Commencement"	notice in writing to advise of the expected date of Commencement of Development
"Occupation"	occupation for the purposes permitted by the Planning Permission but not including occupation by personnel engaged in construction, fitting out or decoration or occupation for marketing or display or occupation in relation to security operations and "Occupied" and "Occupy" shall be construed accordingly
"Off-Site Affordable Housing Contribution"	£53,155.00 (Fifty-Three Thousand One Hundred and Fifty-Five Pounds) BCIS Index Linked to be used by the District Council for

	the purpose of providing Affordable Housing to be provided off-site in the District of Babergh and for the avoidance of doubt this could include grant funding other organisations for the same purpose of providing Affordable Housing		
"Plan"	the site plan attached to this Agreement		
"Planning Permission"	the outline planning permission subject to conditions which may be granted by the District Council pursuant to the Application		
"Practical Completion"	the issue of a certificate of practical completion by the Owner's architect or project manager or in the event that the Development is constructed by a party other than the Owner the issue of a certificate of practical completion by that other party's architect or project manager		
"Primary School Contribution"	£108,870 (One Hundred and Eight Thousand, Eight Hundred and Seventy Pounds) BCIS Indexed towards the provision of new, enhanced or improved primary education serving the Site including any such provision that was previously funded by the County Council in advance		
"Protected Tenant"	any person who:  (a) Has exercised the right to acquire pursuant to the 1996 Act, the 2008 Act or any statutory provision for the time being in force (or any equivalent contractual right) in respect of an Affordable Housing Unit;		

Has exercised any statutory right to (b) buy(or an equivalent contractual right) in respect of an Affordable Housing Unit: Has acquired 100% of the equity in a (c) Shared Ownership Dwelling through staircasing or otherwise "Public Open Space" means an area of at least ten per cent (10%) public open space to be provided within the Site in accordance with the Planning Permission (unless otherwise agreed in writing with the District Council) "Public Open Space Plan" a plan to be submitted to the District Council for approval (such approval not to be unreasonably delayed or withheld) indicating the location of the Public Open Space means the specification for delivery of the "Public Open Space Scheme" Public Open Space including specifications plans and drawings showing but not limited to the layout and design of the Public Open Space, the phasing and timing of the delivery of the Public Open Space including details of any landscaping, paths and access arrangements together with details of the proposed future management regime for the Public Open Space (not including the identity of the Management Body) to be agreed in writing with the District Council in line with the District Council's current policies and requirements "Public Open Space Transfer" transfer of the Public Open Space in a form to be agreed by the Owner and the District Council (both acting reasonably) and which inter alia shall contain the following

provisions:

- a) The Owner shall transfer the fee simple estate free from encumbrances save those set out in the title at the date of the transfer;
- All easements and rights necessary in relation to access for the benefit of the Public Open Space;
- c) Any exceptions and reservations in relation to drainage and services, support and access of light and air for the benefit of the Development;
- d) Restrictive covenants by the Nominated Body or the Nominated Bodies:
- (i) Not to use or permit the Public Open Space to be used for any purpose other than for the provision of recreational facilities or amenity land for use by the general public as open and play space as defined in this Agreement and identified in the Public Open Space Scheme;
- (ii) Not to use or permit the Public Open Space to be used in a manner which may be or become a nuisance (whether or not amounting to a legal nuisance), annoyance, disturbance or cause damage to the rest of the Development;

"Registered Provider"

a registered provider of social housing as defined in section 80(2) of the 2008 Act and listed in the register kept by the Regulator of Social Housing under Chapter III of that Act. For the avoidance of doubt this could also include the District Council under the Housing Act 1985

"Reserved Matter"

means any one of those matters reserved under the terms of the Planning Permission

	for subsequent approval and "Reserved Matters" shall be construed accordingly
"Reserved Matters Application"	an application for the approval of Reserved
	Matters (within the meaning of the Town and
	Country Planning (Development
	Management Procedure) Order 2015)
	pursuant to the Planning Permission
"RPI Index"	means the "All Items" index figure of the
	Index of Retail Prices published by the Office
	for National Statistics from time to time or any
	successor organisation or (if that index shall
	cease to be published or is otherwise
	unavailable) such alternative basis of
	indexation as may be reasonably agreed
	between the Parties;
"Shared Ownership Dwelling"	dwellings to be let on a Shared Ownership
	Lease to a household for which the
	household income does not exceed £80,000
	(eighty thousand pounds) per annum or such
	other household income for the time in force
	in accordance with the Affordable Housing
	Nomination Agreement and otherwise on
	terms as set out in HE's capital funding guide
	and Shared Ownership Dwellings shall be
	construed accordingly
"Shared Ownership Lease"	means a lease in a form approved by Homes
	England or where there is no such lease in a
	form approved by the District Council to
	provide:
	a) not more than 75% and not less than 10%
	of the equity (or such other percentages the
	Council may agree) shall be sold to the
	purchaser on an Initial Purchase;
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	b) an option for the purchaser to increase their ownership up to 100% by Staircasing;
	c) an initial rent not exceeding 2.75% of the value of the equity retained by the Registered Provider subject to annual increases not exceeding Retail Price Index (All Items) published by the Office for National Statistics (or if such index ceases to be published such other index as the Council shall reasonably determine) plus 0.5% or such other rent as complies with the requirements from time to time of Homes England.
"Site"	the land described in the First Schedule against which this Agreement may be enforced as shown edged red for identification purposes only on the Plan
"Staircasing"	means the acquisition after the date of the initial purchase of a Shared Ownership Dwelling additional tranches of equity as set out in the Shared Ownership Lease for that Affordable Housing Unit and as detailed in the Capital Funding Guide published by Homes England and any other publication that supersedes it
"TRO Contribution"	£11,500 (Eleven Thousand, Five Hundred Pounds) RPI Indexed towards the implementation of a traffic regulation order to introduce a 30mph speed limit on London Road in the vicinity of the Site
"Working Days"	any day which is not a Saturday or Sunday, a bank holiday or a public holiday in England

## 2. CONSTRUCTION OF THIS AGREEMENT

- 2.1 Where in this Agreement reference is made to any clause, paragraph or schedule or recital such reference (unless the context otherwise requires) is a reference to a clause, paragraph or schedule or recital in this Agreement.
- 2.2 Words importing the singular meaning where the context so admits include the plural meaning and vice versa.
- 2.3 Words of the masculine gender include the feminine and neuter genders and words denoting actual persons include companies, corporations and firms and all such words shall be construed interchangeably in that manner.
- 2.4 Wherever there is more than one person named as a party and where more than one party undertakes an obligation all their obligations can be enforced against all of them jointly and severally unless there is an express provision otherwise.
- Any reference to an Act of Parliament shall include any modification, extension or reenactment of that act or Directive for the time being in force and shall include all instruments, orders, plans regulations, permissions and directions for the time being made, issued or given under that act or deriving validity from it.
- 2.6 Any references to any party to this Agreement shall include the successors in title to that party and to any person deriving title through or under that party and in the case of the District Council or County Council (when acting as Enforcing Authority pursuant to the terms of this Agreement) any successors to their statutory functions.
- 2.7 The headings and contents list are for reference only and shall not affect construction.
- 2.8 References to a "Plan" or "Drawing" in this Agreement shall be reference to the plans attached to this Agreement bearing the relevant plan number or any amended plans as shall be agreed in writing between the Owner and the District Council.
- 2.9 None of the covenants contained in this Agreement on the part of the Owner shall be enforceable against:
  - (a) those persons who purchase (including purchasers by way of long lease) any Dwelling for Occupation by themselves or their lessees tenants or individuals of the Dwellings or any mortgagee of such Dwelling; or
  - (b) any statutory undertaker who acquires any part of the Site or interest therein for the purposes of the supply of electricity gas water drainage telecommunication services or public transport services; or
- (c) any person to whom the Registered Provider grants a Shared Ownership Lease or any successor in title to any such person and who has acquired all of the beneficial

interest in their Dwelling a tenant exercising any right to acquire under a purchase grant scheme or right to buy or similar right conferred by statute or any successor in title to such person.; or

- (d) any mortgagee of a tenant or person to whom the Registered Provider has granted a Shared Ownership Lease or any receiver appointed by such mortgagee or any person deriving title through any such mortgage or receiver or
- (e) any person who has an interest in the Site only by way of an easement
- 2.10 Any covenant by the Owner not to do an act or thing shall be deemed to include an obligation not to permit or suffer such act or thing to be done by another person.

## 3. **LEGAL BASIS**

- 3.1 This Agreement is made pursuant to Section 106 of the Act Section 111 of the Local Government Act 1972 and Section 1 of the Localism Act 2011 and all other enabling powers.
- The covenants, restrictions and requirements imposed upon the Owner under this Agreement create planning obligations pursuant to Section 106 of the Act and are enforceable by the District Council and County Council ((when acting as Enforcing Authority pursuant to the terms of this Agreement)) as appropriate as local planning authorities against the Owner or their successors in title.
- 3.3 This Agreement is a deed and may be modified or discharged in part or in total at any time after the date of this Agreement by deed between the Parties in the form of a deed.
- 3.4 This Agreement is a local land charge and upon completion shall be registered by the District Council as such.

#### 4. **CONDITIONALITY**

The obligations set out in this Agreement are conditional upon:

- (i) the grant of the Planning Permission; and
- (ii) the Commencement of Development

save for the provisions of clauses 3.3, 3.4, 7.3, 7.4, 7.5, 7.6 7.8, 7.12, 7.13, 7.14, 7.15, 9, 15, 18, 19, 21 and 22 and any other relevant provisions which shall come into effect immediately upon completion of this Agreement.

4.2 Where the Planning Permission is the subject of any judicial review proceedings or other legal challenge:

- 4.2.1 until such time as such proceedings or challenge including any appeal have been finally resolved the terms and provisions of this Agreement will remain without operative effect notwithstanding the issue of the Planning Permission and the Commencement of Development
- 4.2.2 if following the conclusion of such proceedings or challenge the Planning Permission is quashed and is not superseded by a subsequent planning permission accepted by the Owner this Agreement will cease to have any further effect; and
- 4.2.3 if following the conclusion of such proceedings or challenge the Planning Permission remains valid and fully enforceable all of the terms and provisions of this Agreement will apply in full.
- 4.3 Wherever in this Agreement reference is made to a date on which "legal proceedings or challenge in relation to the Planning Permission are concluded" (or cognate expressions are used), the following provisions will apply:
  - 4.3.1 proceedings by way of judicial review are concluded:
    - (a) when permission to apply for judicial review has been refused and no further application can be made;
    - (b) when the court has given judgment in the matter and the time for making an appeal expires without any appeal having been made or permission to appeal is refused; or
    - (c) when any appeal(s) is or are finally determined.
  - 4.3.2 proceedings under Section 288 of the 1990 Act are concluded:
    - (a) when the court has given judgment in the matter and the time for making an appeal expires without an appeal having been made or permission to appeal is refused; or
    - (b) when any appeal(s) is or are finally determined.

## 5. THE OWNER'S COVENANTS

5.1 The Owner hereby covenants with the District Council as set out in the Second Schedule so as to bind the Site and each and every part thereof.

#### 6. THE DISTRICT COUNCIL'S COVENANTS

6.1 The District Council hereby covenants with the Owner as set out in the Third Schedule.

#### 7. MISCELLANEOUS

- 7.1 The Owner shall act in good faith and shall co-operate both with the District Council and County Council (when acting as Enforcing Authority pursuant to the terms of this Agreement) to facilitate the discharge and performance of all obligations contained herein and the Owner shall comply with any reasonable requests of the District Council or County Council and their duly authorised officers or agents to have access to any part or all of the Site (provided that at all times they comply with the requirements set out in clause 10) or any requests to provide documentation within the Owner's possession (at the Owner's expense) for the purposes of monitoring compliance with the obligations contained herein.
- 7.2 The Owner agrees declares and covenants with the District Council that it shall observe and perform the conditions restrictions and other matters mentioned herein and shall not make any claim for compensation in respect of any condition restriction or provision imposed by this Agreement and further shall indemnify the District Council and County Council (when acting as Enforcing Authority pursuant to the terms of this Agreement) for any expenses or liability arising to the District Council or County Council respectively in respect of breach by the Owner or any obligation contained herein save to the extent that any act or omission of the District Council or County Council respectively its employees or agents has caused or contributed to such expenses or liability.
- 7.3 The Owner agrees to pay to the District Council on completion of this Agreement the proper and reasonable legal costs of the District Council incurred in the negotiation preparation and execution and completion of this Agreement.
- 7.4 The Owner agrees to pay to the District Council upon written demand a monitoring fee of £3,600 towards the District Council's reasonable and proper administration costs of monitoring the performance of the planning obligations that the Owners are required to observe and perform pursuant to the terms of this Agreement.
- 7.5 If and when the County Council parts with all its interest in the Site, the District Council shall reimburse to the County Council any redundant monitoring fees (up to a maximum of £1,350.00) in respect of Parts 6 to 8 inclusive in the Second Schedule without unreasonable delay.

- 7.6 No provisions of this Agreement shall be enforceable under the Contracts (Rights of Third Parties) Act 1999.
- 7.7 Where the agreement, approval, consent or expression of satisfaction is required by the Owner from the District Council under the terms of this Agreement such agreement, approval or consent or expression of satisfaction shall not be unreasonably withheld or delayed and any such agreement, consent, approval or expression of satisfaction shall be given on behalf of the District Council by the Professional Lead or officer acting under his hand and any notices shall be deemed to have been properly served if sent by recorded delivery to the principal address or registered office (as appropriate) of the relevant party.
- 7.8 Following the performance and satisfaction of all the obligations contained in this Agreement the District Council shall forthwith on the written request of the Owner mark accordingly all entries made in the Register of Local Land Charges in respect of this Agreement.
- 7.9 Insofar as any clause or clauses or paragraphs of this Agreement are found (for whatever reason) to be invalid illegal or unenforceable then such invalidity illegality or unenforceability shall not affect the validity or enforceability of the remaining provisions of this Agreement.
- 7.10 This Agreement shall cease to have effect (insofar only as it has not already been complied with) if the Planning Permission shall be quashed, revoked or otherwise withdrawn or (without the consent of the Owner) it is modified by any statutory procedure or expires prior to the Commencement of Development and the District Council will effect cancellation of all entries in the Register of Local Land Charges in respect of this Agreement.
- 7.11 No person shall be liable for any breach of any of the planning obligations or other provisions of this Agreement after it shall have parted with its entire interest in the Site (or part where such breach occurs) but without prejudice to liability for any subsisting breach arising prior to parting with such interest and for the purposes of this clause a person parts with an interest in the Site notwithstanding the retention of easements or the benefit of covenants, restrictions or reservations in respect of it.
- 7.12 Nothing in this Agreement shall prohibit or limit the right to develop any part of the Site in accordance with a planning permission (other than the Planning Permission) granted (whether or not on appeal) after the date of this Agreement.
- 7.13 In the event that any new planning applications are made in respect of the Development pursuant to Section 73 of the 1990 Act then with effect from the date that the new planning permission is granted pursuant to Section 73 of the 1990 Act:

- 7.13.1 Unless the local planning authority requires otherwise the planning obligations in this Agreement shall in addition to binding the Site in respect of the Planning Permission shall also bind the Site in respect of any planning permission granted pursuant to Section 73 of the 1990 Act; and
- the definitions of "Application", "Development" and "Planning Permission" shall be assumed to include references to any applications under Section 73 of the 1990 Act, the planning permissions granted thereunder and the development permitted by such subsequent planning permissions PROVIDED THAT nothing in this clause 7.13 shall fetter the discretion of the District Council in determining any applications under Section 73 of the 1990 Act and the appropriate nature and/or quantum of planning obligations in so far as they are materially different to those contained in this Agreement and required pursuant to a determination under Section 73 of the 1990 Act (whether by way of a new deed or supplemental deed pursuant to Section 106 of the 1990 Act or a modification pursuant to Section 106A of the 1990 Act).
- 7.14 Nothing contained or implied in this Agreement shall prejudice or affect the rights, discretions, functions, powers, duties and obligations of the District Council or County Council under all statutes by-laws statutory instruments orders and regulations in the exercise of their functions as local authorities.
- 7.15 The Owner hereby agrees that any rights to claim compensation arising from any limitations or restrictions on the planning use of the Site under the terms of this Agreement are hereby waived.
- 7.16 The Owner covenants and warrants to the District Council that they have full power to enter into this Agreement and there is no other person having a charge over or any other interest in the Site whose consent is necessary to make this Agreement binding on the Site and all estates and interests therein.
- 7.17 If and when the County Council parts with all interests in the Site the County Council shall be the Enforcing Authority in respect of the County Council Contributions and any payments due in respect of the County Council Contributions shall be payable to the County Council.
- 7.18 The District Council shall transfer any of the County Council Contributions or part thereof together with any Late Payment Interest that it receives pursuant to this Agreement to the County Council without unreasonable delay.

#### 8. WAIVER

No waiver (whether expressed or implied) by the District Council, County Council or the Owner of any breach or default in performing or observing any of the covenants terms or conditions of this Agreement shall constitute a continuing waiver and no such waiver shall prevent the District Council or the Owner from enforcing any of the relevant terms or conditions or for acting upon any subsequent breach or default.

## 9. CHANGE IN OWNERSHIP

The Owner agrees with the District Council and County Council (when acting as Enforcing Authority pursuant to the terms of this Agreement) to give written notice of any transfer in ownership of its freehold interest in the Site (save for disposals of individual Dwellings or to any statutory undertaker) occurring before all the obligations under this Agreement have been discharged such notice to be served within twenty (20) Working Days' of such transfer quoting the District Council's reference DC/22/01605 to give details of the transferee's full name and registered office (if a company or usual address if not) together with the area of the Site purchased by reference to a plan and a copy of the registered title and plan thereto PROVIDED THAT this obligation shall not apply to transfers of individual Dwellings within the Development.

#### 10. RIGHTS OF ENTRY

- 10.1 At all times on not less than forty-eight (48) hours written notice except in case of emergency with or without notice the Owner shall allow any employee or agent of the District Council or County Council (when acting as Enforcing Authority pursuant to the terms of this Agreement) entry to the Site for the purposes of inspection and monitoring compliance with the provisions of this Agreement PROVIDED THAT:
  - 10.1.1 such employee or agent on arrival at the Site shall if requested by any person present who appears to be the Owner the manager or person in charge thereof produce evidence of identity (but entry may be made if there is or appears to be no such person on the Site);
  - 10.1.2 such entry shall be effected between 08:00 and 18:00 on any Working Day;
  - 10.1.3 such employee or agent may be accompanied by such other persons as may be reasonably necessary;
  - 10.1.4 such employee or agent may take photographs measurements and levels;
  - such employee or agent may not remain on the Site for any longer than is reasonably necessary for carrying out a proper inspection;
  - 10.1.6 such employee or agent and any other accompanying persons shall comply with the Owner or the Owner's representatives, reasonable directions and all the Owner's compliance precautions, procedures and

measures in place for the Site at such time in the interests of health and safety;

- 10.1.7 such employee or agent shall not be entitled to access any Dwellings that have been sold;
- 10.1.8 such employee or agent shall be accompanied at all times by the Owner's manager or person in charge at the Site or such other employee or agent of the Owner in the interests of health and safety except in the event that no such person is available (in accordance with clause 10.1.1).

## 11. **INDEXATION**

Any sum referred to in this Agreement (unless the context reads otherwise) shall be increased by an amount equivalent to the increase in the BCIS Index or RPI Index (as the context dictates and unless the context reads otherwise) from the date hereof until the date on which such sum is payable using the application of the formula  $A = B \times (C/D)$  where:

- 11.1 A is the sum payable under this Agreement;
- 11.2 B is the original sum calculated as the sum payable;
- 11.3 C is the BCIS Index or RPI Index (as the context dictates) for the month 2 months before the date on which the sum is payable;
- 11.4 D is the BCIS Index or RPI Index (as the context dictates) for the month 2 months before the date of this Agreement; and
- 11.5 C/D is greater than 1.

#### 12. **INTEREST**

12.1 If any payment due under this Agreement is paid late Late Payment Interest will be payable from the date payment is due to the date of payment.

#### 13. **VAT**

13.1 All consideration given in accordance with the terms of this Agreement shall be exclusive of any value added tax properly payable.

#### 14. NOTICES

Any notices or other written communication to be served or given by one party upon or to any other party under the terms of this Agreement shall be deemed to have been validly served or given if delivered by hand or sent by first class recorded delivery post to the party upon whom it is to be served or to whom it is to be given or as otherwise

notified for the purpose by notice in writing PROVIDED THAT the notice or other written communication is addressed and delivered or sent by first class recorded delivery post to the address of the party concerned as nominated in clause 14.2.

14.2 The address for any notice or other written communication in the case of each party to this Agreement shall (until such time as otherwise notified in writing) be as follows:

The District Council	The Chief Planning Officer, Babergh District Council, Endeavour House, 8 Russell Road, Ipswich, IP1 2BX
The Owner	At the address specified above and marked for the attention of the Executive Director of Growth, Highways and Infrastructure

#### 15. **DISPUTE RESOLUTION PROVISIONS**

- 15.1 In relation to any disputes between the District Council and the County Council, attempts will be made in good faith to resolve any dispute or claim arising out of or relating to this Agreement promptly through negotiations between the respective senior executives of the parties who have authority to settle the same.
- Any dispute or difference of any kind not resolved within 15 Working Days whatsoever arising between any or all of the Parties out of or in connection with this Agreement (including without limitation any question regarding its existence validity or termination) shall be referred to an independent single Expert ("the Expert")
- 15.3 The Expert shall have no less than ten (10) years' experience of resolving disputes similar in nature to the one that is proposed to be referred pursuant to clause 15.1.
- The parties to the dispute shall jointly appoint the Expert not later than twenty (20) Working Days' after service of a request in writing by any party to the dispute to do so
- 15.5 If the parties to the dispute are unable to agree within twenty (20) Working Days' as to the appointment of such Expert then the Expert shall be appointed on the application of any of the parties to the dispute as follows:
  - 15.5.1 difference or question relates to the rights and liabilities of any party to the dispute or to the terms or conditions to be embodied in the Agreement or document appertaining to the Agreement it shall be referred to a solicitor or barrister notified by or on behalf of the President for the time being of the Law Society; or

- difference or question relates to highway works engineering demolition building or construction works it shall be referred to a chartered civil engineer notified by or on behalf of the President for the time being of the Institution of Civil Engineers; or
- difference or question relates to the value of any interest in property it shall be referred to a chartered surveyor agreed upon by the parties but in default of agreement appointed by or on behalf of the President for the time being of the Royal Institution of Chartered Surveyors; or
- 15.5.4 if such difference of question relates to planning and related matters it shall be referred to a chartered town planner agreed upon by the parties but in default of agreement by or on behalf of the President for the time being of the Royal Town Planning Institute.
- 15.6 In the event of a reference to an Expert the parties to the dispute agree to:
  - 15.6.1 prosecute any such reference expeditiously; and
  - do all things or take all steps reasonably necessary in order to enable the Expert to make a final determination as soon as reasonably practicable and in any event within one (1) month of his appointment PROVIDED THAT if the Expert fails to do so any party to the dispute may apply to the President for the time being of the Institution of Law Society, Civil Engineers, Royal Institution of Chartered Surveyors or Royal Town Planning Institute (as appropriate) for a substitute to be appointed in which case the same procedure shall be repeated.
- 15.7 The Expert shall invite written representations from any of the parties.
- 15.8 The Expert will have the power to consolidate proceedings or hold concurrent proceedings.
- 15.9 The findings of the Expert shall be in writing signed by the Expert.
- 15.10 The findings of the Expert shall be final and binding on all of the parties to the dispute except in the case of manifest, material error.
- 15.11 The Expert shall act as an expert and not as an arbitrator.
- 15.12 The costs of the Expert shall be payable by the parties in such proportion as may be determined by the Expert and failing such determination to be borne in equal shares by the parties.
- 15.13 Unless this Agreement has already been terminated any of the parties to the dispute shall in every case continue to comply with its obligations under this Agreement

regardless of the nature of the dispute and notwithstanding the referral of the dispute for resolution pursuant to this clause 15 but without prejudice to the rights and obligations of the parties to the dispute in relation to the termination of the Agreement.

15.14 Nothing in the provisions of this clause 15 shall be construed as removing the jurisdiction of the courts to enforce the provisions of this Agreement.

## 16. SATISFACTION OF ANY OF THE PROVISIONS OF THIS AGREEMENT

16.1 Where in the opinion of the Owner any of the provisions of this Agreement have been satisfied the Owner shall be entitled to apply to the District Council for a certificate to that effect and upon the District Council (acting reasonably) being satisfied that the relevant agreement obligation and covenant as the case may be has been satisfied the District Council shall forthwith issue a certificate to such effect.

## 17. APPROVALS

17.1 Where any details, programmes, plans, strategies, reports, matters or materials are approved by the District Council under the terms of this Agreement further or amended details programmes plans strategies reports matters or materials may be submitted from time to time and if approved by the District Council (acting reasonably) shall replace those previously approved.

#### 18. COMMUNITY INFRASTRUCTURE LEVY

- 18.1 The Parties to this Agreement agree that for the purposes of the Community Infrastructure Levy Regulations 2010 (as amended) the obligations imposed in this Agreement are:
  - 18.1.1 necessary to make the Development permitted pursuant to the Application acceptable in planning terms;
  - 18.1.2 directly related to the Development permitted pursuant to the Application; and
  - 18.1.3 fairly and reasonably related in scale and kind to the Development permitted pursuant to the Application.

## LAND OUTSIDE THE OWNER'S CONTROL

Nothing in this Agreement shall require the performance of any obligation whatsoever in, over or under land outside the ownership or control of any Party to this Agreement.

## 20. FUTURE MORTGAGEES

The obligations in this Agreement shall not be enforceable against any mortgagee or chargee of the whole or any part of the Site from time to time or any person deriving title from such mortgagee or chargee unless and until any such party takes possession of the Site (or any part of it to which such obligation relates) in which case it shall be liable as if it were a successor in title to the Owner in relation to the Site (or the relevant part of it) PROVIDED THAT neither any mortgagee nor chargee nor person deriving title from such mortgagee or chargee shall be liable for any breach of the obligations contained in this Agreement unless committed at a time when that person is in possession of the Site (or any part of the Site to which such obligation relates).

## 21. JURISDICTION

This Agreement is governed by and interpreted in accordance with English law and shall be determined in the courts of England.

## 22. **DELIVERY**

The provisions of this Agreement (other than this clause which shall be of immediate effect) shall be of no effect until this Agreement has been dated.

IN WITNESS whereof the Parties hereto have executed this Deed on the day and year first before written



## THE COMMON SEAL OF

## SUFFOLK COUNTY COUNCIL

was affixed in the presence of:



**Authorised Officer** 

## FIRST SCHEDULE

## Details of the Owner's Title, and description of the Site

The Freehold land consisting of land at Copdock Hall, Hill Farm, Swan Farm and land adjoining Washbrook Bypass and Hill Farm, London Road, Washbrook (IP8 3LE) under title numbers SK14531 and SK58543 as shown edged red for identification purposes only on the Plan.

#### SECOND SCHEDULE

## OWNER'S COVENANTS WITH THE DISTRICT COUNCIL

## PART 1

- 1 The Owner shall serve the District Council and the County Council (when acting as Enforcing Authority pursuant to the terms of this Agreement) with: (i) the Notice of Expected Commencement not less than five (5) Working Days' before the date that the Owner expects Commencement of Development to occur; and (ii) within fifteen (15) Working Days' of Commencement of Development having occurred, the Notice of Actual Commencement in order to confirm that Commencement has occurred.
- 2 The Owner shall give the District Council and the County Council (when acting as Enforcing Authority pursuant to the terms of this Agreement) no less than one (1) month's written notice of the anticipated date for the Occupation of the first Dwelling.
- 3 The Owner shall within fifteen (15) Working Days' give written notice to the District Council and the County Council (when acting as Enforcing Authority pursuant to the terms of this Agreement) of the following:
  - 3.1 the date of Occupation of the first Dwelling;
  - 3.2 the date of Occupation of the tenth Dwelling;
  - 3.3 the date of Occupation of eighty per cent (80%) of the Market Housing Units; and
  - 3.4 Completion of Development.

## PART 2

## AFFORDABLE HOUSING

1.1 The Owner covenants with the District Council that six (6) Dwellings are to be constructed as part of the Development as Affordable Housing Units in the following housing mix and layout as follows unless otherwise agreed in writing with the District Council:

Tenure	Number	Size (Bedrooms and Persons)	Туре	Minimum GIA (m2)
Affordable	1	1b2p	house	58
Rent	2	2b4p	house	79
(4 Total)	1	3b5p	house	93
Shared				
Ownership	1	2b4p	house	79
(2 Total)	1	3b5p	house	93

- 1.2 The Owner covenants to submit an Affordable Housing Scheme for the approval the District Council as part of the first Reserved Matters Application in order to deliver the provisions of this Second Schedule (unless otherwise agreed in writing with the District Council) and the Owner covenants not to cause permit or allow Commencement of Development until a an Affordable Housing Scheme pertaining to that phase has been submitted to and approved by the District Council in writing.
- 1.3 The Owner covenants that the Development will be made up of thirty-five per cent (35%) Affordable Housing.
- 1.4 The Owner shall construct the Affordable Housing Units in accordance with the Planning Permission and the Affordable Housing Scheme to a standard of construction which meets the Nationally Described Space Standards and Part M4(2) of the Building Regulations, with adequate parking, cycle storage and shed provision, accessed via a highway network and visually similar, and not separated from, the Market Housing Units.
- 1.5 Subject to paragraph 1.9 to 1.11 inclusive below the Owner shall not:
  - 1.5.1 Occupy or permit Occupation of more than fifty per cent (50%) of the Market Housing Units until fifty per cent (50%) of the Affordable Housing Units have been constructed and are ready for Occupation and in the case of the Affordable Housing Units that are either Affordable Rented Dwellings or Shared Ownership Dwellings that those units have been transferred to the Registered Provider.
  - 1.5.2 Occupy or permit Occupation of more than eighty per cent (80%) of the Market Housing Units until all of the Affordable Housing Units have been constructed and are ready for Occupation and in the case of the Affordable Housing Units

that are either Affordable Rented Dwellings or Shared Ownership Dwellings that those units have been transferred to the Registered Provider.

- 1.6 Having given notice under paragraph 1(ii) of the Second Schedule Part 1 above the Owner shall endeavour to agree with the District Council on the identity of the Registered Provider or other body to which the Affordable Housing Units are to be transferred such agreement not to be unreasonably withheld or delayed. The Owner may Commence the Development whilst that process is ongoing but if no agreement has been reached at the expiration of the period of six (6) months' following the Commencement of Development the District Council shall be entitled to nominate a Registered Provider or other appropriate body for the purpose. Any transfer to a Registered Provider of the land on which the Affordable Housing Units will be constructed shall be:
  - 1.6.1 with vacant possession;
  - 1.6.2 free from any encumbrance other than those existing as set out in the title at the time of the disposition (save for any financial charge or the transfer of statutory apparatus by the Owner to any statutory undertaker);
  - 1.6.3 subject to grant by the Owner to the Registered Provider of all rights of access and passage of services and other rights reasonably necessary for the beneficial enjoyment of the Affordable Housing Units;
  - 1.6.4 subject to a reservation of all rights of access and passage of services and rights of entry reasonably necessary for the purpose of the construction, operation, use, maintenance and management of the Development;
  - 1.6.6 subject to a covenant requiring the Registered Provider to enter into the Affordable Housing Nomination Agreement with the District Council.
- 1.7 The Affordable Housing Units shall be Occupied for no other purpose than as Affordable Housing save where provided otherwise in paragraph 1.8.
- 1.8 The District Council and the Owner agree that the obligations and restrictions contained in paragraph 1 of Part 2 of this Second Schedule shall not bind:
  - 1.8.1 a mortgagee or chargee or any receiver (including an administrative receiver) appointed by such mortgagee or chargee or any other person appointed under any security documentation to enable such mortgagee or chargee to realise its security or any administrator (howsoever appointed) including a housing administrator of the whole

or any part of the Affordable Housing Units or any persons or bodies deriving title through such mortgagee or chargee or Receiver PROVIDED THAT (1) such mortgagee or chargee or receiver shall first give written notice to the District Council of its intention to dispose of the Affordable Housing Units and shall have used reasonable endeavours over a period of three months from the date of the written notice to complete a disposal of the Affordable Housing Units to another Registered Provider or to the District Council for a consideration not less than the amount due and outstanding under the terms of the relevant security documentation including all accrued principal monies, interest and costs and expenses; and (ii) if such disposal has not completed within the three month period, the mortgagee, chargee or Receiver shall be entitled to dispose of the Affordable Housing Units free from the provisions in paragraph 1 of Part 2 of this Second Schedule in this Agreement which provisions shall determine absolutely.

## 1.8.2 any Protected Tenant;

- 1.8.3 any Affordable Housing Unit where a Registered Provider sells to a tenant through Social Homebuy funded pursuant to section 19(3) of the 2008 Act, a voluntary grant scheme under section 21 of the 1996 Act or any amendment or replacement thereof;
- 1.8.4 a lessee who has acquired up to one hundred percent (100%) of the legal and equitable interest in the Shared Ownership Dwelling; or
- 1.8.5 any person or body deriving title through or from any of the parties mentioned in this paragraph 1.8.
- 1.9 In the event that the Registered Provider within two (2) months of written invitation is unable to make a reasonable offer to purchase the Affordable Housing Units or no longer wants to purchase the Affordable Housing Units the Owner shall:
  - 1.9.1 notify the District Council three (3) months' prior to the Practical Completion of the Affordable Housing Units;
  - 1.9.2 set out the reasons (together with any supporting evidence) in writing why a transfer to the Registered Provider has not been entered into pursuant to paragraph 1.6 of this part of this Schedule;
  - 1.9.3 submit any other information reasonably requested by the District Council to satisfy why the Owner has not been able to enter into a transfer with the Registered Provider pursuant to paragraph 1.6 of this part of this Schedule;

- 1.9.4 offer the relevant Affordable Housing Units to the District Council to be purchased by the District Council as Affordable Housing.
- 1.10 In the event the District Council make a reasonable offer to the Owner (within 2 (two) months' of written invitation) for the Affordable Housing Units then the Owner shall not Occupy or permit Occupation of more than eighty per cent (80%) of the Market Housing Units until the Owner has provided the District Council with a freehold transfer document unconditionally released for completion.
- 1.11 In the event the District Council does not make a reasonable offer to the Owner within two (2) months of written invitation to purchase all of the Affordable Housing Units or the District Council indicates that they do not want to purchase the Affordable Housing Units the District Council shall serve on the Owner written confirmation that the Owner shall be permitted to sell the Affordable Housing Units on the open market (such written confirmation not to be unreasonably withheld or delayed) and shall pay the Affordable Housing Contribution to the District Council within two (2) months of receipt of that written confirmation (such sum to be calculated in accordance with the District Council's policies as are applicable at the time of calculation) in lieu of the provision of Affordable Housing on the Site.
- 1.12 Upon the payment of the Affordable Housing Contribution to the District Council the provisions of this Paragraph 1 of Part 2 of this Second Schedule shall no longer be applicable in respect of the Affordable Housing Units and the Owner shall be free to dispose of the said Affordable Housing Units as Market Housing Units.

## **OFF-SITE AFFORDABLE HOUSING CONTRIBUTION**

- 1 The Owner covenants within fifteen (15) days of Commencement of Development to pay to the District Council the Off-Site Affordable Housing Contribution.
- The Owner covenants not to Commence or permit Occupation the first Dwelling ready for residential Occupation until such time as the Owner has paid to the District Council the Off-Site Affordable Housing Contribution plus any Late Payment Interest on the Off-Site Affordable Housing Contribution due to the District Council under this Agreement but not paid in accordance with the provision of clause 1 of Part 3 of this Second Schedule.

## **PUBLIC OPEN SPACE**

- 1.1 The Owner hereby covenants with the District Council to provide a Public Open Space.
- 1.2 The Owner covenants not to Occupy the first Dwelling ready for residential Occupation unless and until the Public Open Space Plan and the Public Open Space Scheme have been provided and approved by the District Council in writing such approval not to be unreasonably withheld or delayed.
- 1.3 If the District Council fails within forty (40) Working Days of submission of the Public Open Space Plan and Public Open Space Scheme to notify the Owner of its approval of the Public Open Space Plan and the Public Open Space Scheme the Owner shall be entitled to assume deemed approval of the Public Open Space Plan and Public Open Space Scheme.
- 1.4 The Owner further covenants with the District Council at their own cost to maintain and manage the Public Open Space strictly in accordance with the Public Open Space Plan the Public Open Space Scheme and the Planning Permission until the date of the Public Open Space Transfer described in paragraphs 1.5 and 1.6 of this Part 4 of this Second Schedule has been completed and for the avoidance of doubt the Public Open Space can be transferred in full to the Nominated Body or if the Parties (acting reasonably) so agree in part to different Nominated Bodies.
- 1.5 The Owner covenants that following the District Council's written confirmation that the Public Open Space has been laid out in accordance with the Public Open Space Plan and Public Open Space Scheme to transfer by way of a transfer or part thereof as agreed in writing by the District Council to the appropriate Nominated Body and such transfer to include such items as necessary and outlined in the Public Open Space Transfer and shall for the avoidance of doubt include a covenant that the Public Open Space shall thereafter be retained and maintained in accordance with the Public Open Space Plan the Public Open Space Scheme and the Planning Permission for the benefit of the general public.
- 1.6 The Owner shall transfer the Public Open Space to the Nominated Body in full or Nominated Bodies in part within twelve (12) months of Occupation of the last Dwelling ready for residential Occupation in accordance with the Public Open Space Transfer.

## PART 5

- The Owner covenants, within fourteen (14) days of Commencement of Development pursuant to Planning Permission, to pay to the District Council the Habitats Sites Mitigation Contribution and, if no payment is made after the sum falls due, to pay the Habitats Sites Mitigation Contribution together with Late Payment Interest after the sum falls due until the date of actual payment.
- 2. The Owner covenants not to cause or permit Occupation of the first Dwelling until the Habitats Sites Mitigation Contribution has been paid to the District Council.

## PRIMARY SCHOOL CONTRIBUTION

- The Owner covenants prior to Occupation of the tenth Dwelling to pay to the District Council (or County Council when acting as Enforcing Authority) the Primary School Contribution (BCIS Indexed) and, if no payment is made after the sum falls due, to pay the Primary School Contribution together with Late Payment Interest after the sum falls due until the date of actual payment.
- 2. The Owner covenants not to cause or permit Occupation of more than nine Dwellings until the Primary School Contribution has been paid to the District Council (or County Council when acting as Enforcing Authority).

#### PART 7

## **EARLY YEARS CONTRIBUTION**

- The Owner covenants prior to Occupation of the tenth Dwelling to pay to the District Council (or County Council when acting as Enforcing Authority) the Early Years Contribution (BCIS Indexed) and, if no payment is made after the sum falls due, to pay the Early Years Contribution together with Late Payment Interest after the sum falls due until the date of actual payment.
- 2. The Owner covenants not to cause or permit Occupation of more than nine Dwellings until the Early Years Contribution has been paid to the District Council (or County Council when acting as Enforcing Authority).

## **TRO CONTRIBUTION**

- The Owner covenants prior to Occupation of the tenth Dwelling to pay to the District Council (or County Council when acting as Enforcing Authority) the TRO Contribution (RPI Indexed) and, if no payment is made after the sum falls due, to pay the TRO Contribution together with Late Payment Interest after the sum falls due until the date of actual payment.
- 2. The Owner covenants not to cause or permit Occupation of more than nine Dwellings until the TRO Contribution has been paid to the District Council (or County Council when acting as Enforcing Authority).

#### THIRD SCHEDULE

#### PART 1 - DISTRICT COUNCIL'S COVENANTS

- 1. At the written request of the Owner the District Council shall provide written confirmation of the discharge of the obligations contained within this Agreement when satisfied (acting reasonably) that such obligations have been performed.
- 2. To use all sums received from the Owner under the terms of this Agreement for the purposes specified in this Agreement for which they are to be paid and to use reasonable endeavours to ensure any sums received from the Owner under the terms of this Agreement which are to be transferred to a third party (including for the avoidance of doubt the County Council) are used by that third party for the purposes specified in this Agreement for which they are to be paid.
- 3. If requested to do so in writing to pay to any party such amount of any payment made by that party to the District Council under this Agreement which has not been expended or committed for expenditure (whether by contract or otherwise) or transferred to a third party in accordance with the provisions of this Agreement within ten (10) years of the date of receipt by the District Council of such payment for any payment other than a County Council Contribution and within ten (10) years of the date of Completion of Development for any County Council Contribution.
- 4. If requested to do so in writing to use reasonable endeavours to ensure that where any sum received from any party under the terms of this Agreement is paid to a third party (including for the avoidance of doubt the County Council) that third party will pay to that party such amount of the relevant payment made by that party under this Agreement which has not been expended or committed for expenditure (whether by contract or otherwise) in accordance with the provisions of this Agreement within ten (10) years of the date of receipt by the District Council for any payment other than a County Council Contribution and within ten (10) years of the date of Completion of Development for any County Council Contribution.
- 5. The District Council shall within three (3) months of written request provide written confirmation to the Owner of the extent to which any of the contributions payable to the District Council have been spent or committed and details of what the said monies have been spent on or committed to.

6. In the event that an Affordable Housing Contribution is paid to the District Council the District Council shall use the monies solely for the provision of Affordable Housing within the administrative area of the Babergh District Council.

#### PART 2 - COUNTY COUNCIL'S COVENANTS

- 1. In the event that the County Council Contributions are paid to the County Council as Enforcing Authority in accordance with clause 7.16 in this Agreement, paragraphs 2 to 6 inclusive below in this Part 2 of the Third Schedule shall apply.
- 2. At the written request of the Owner the County Council shall provide written confirmation of the discharge of the obligations in relation to the County Council Contribution when satisfied (acting reasonably) that such obligations have been performed.
- 3. To use all sums received from the Owner in respect of the County Council Contribution for the purposes specified in this Agreement for which they are to be paid and to use reasonable endeavours to ensure any sums received from the Owner under the terms of this Agreement which are to be transferred to a third party are used by that third party for the purposes specified in this Agreement for which they are to be paid.
- 4. If requested to do so in writing to pay to any party such amount of any payment made by that party to the County Council under this Agreement which has not been expended or committed for expenditure (whether by contract or otherwise) or transferred to a third party in accordance with the provisions of this Agreement within ten (10) years of the date of receipt by the County Council of such payment.
- 5. If requested to do so in writing to use reasonable endeavours to ensure that where any sum received from any party under the terms of this Agreement is paid to a third party that third party will pay to that party such amount of the relevant payment made by that party under this Agreement which has not been expended or committed for expenditure (whether by contract or otherwise) in accordance with the provisions of this Agreement within ten (10) years of the date of receipt by the County Council.
- 6. The County Council shall within three (3) months of written request provide written confirmation to the Owner of the extent to which any of the contributions payable to the County Council have been spent or committed and details of what the said monies have been spent on or committed to.

# FOURTH SCHEDULE DRAFT DEED OF NOMINATION RIGHTS

# **DRAFT** DEED OF NOMINATION RIGHTS

is made [en	nter date at completion]
BETWEEN	
	(1) [ENTER NAME OF RP]
	and
(2) <b>BA</b>	BERGH DISTRICT COUNCIL/MID SUFFOLK DISTRICT COUNCIL (delete as appropriate)
	Relating to
[Enter nam	ne and address as set out in Section 106. If new or different address, enter
	[Enter Planning Application reference]

Shared Legal Services

Babergh District Council/Mid Suffolk District Council (delete as appropriate)

Council Offices

Endeavour House

8 Russell Road

[Enter Date of S106 Agreement: ......]

## **Ipswich IP1 2BX**

## Part I

Provisions relating to Affordable Rent Units -- Pages 3 to 11

## Part II

Provisions relating to Shared Ownership Units – Pages 11 to 19

(Delete this page if only one part is used)

## **DRAFT**

## THIS DEED OF NOMINATION RIGHTS

is made [enter date at completion]

#### **BETWEEN:**

(1) [Enter name of RP] whose registered address is [enter RP'S address]

('the RP') and

(2) BABERGH DISTRICT COUNCIL/MID SUFFOLK DISTRICT COUNCIL (delete as appropriate) of Endeavour House, 8 Russell Road Ipswich Suffolk, IP1 2BX

('the Council')

'the Parties'

#### Part I - Provisions relating to Affordable Rent Units

#### 1. Definitions

- 1.1. 'Affordable Housing' has the meaning given to it in Annex 2 of the National Planning Policy Framework published in July 2021 (as may be amended from time to time or such other national policy that may from time to time replace or update this framework) or any successor policy thereto issued by HM Government.
- 1.2. 'Affordable Housing Location Plan' means a document consistent with the provision of Affordable Housing Units pursuant to the Planning Permission detailing the following:
  - i) the Affordable Housing Units and their location;
  - ii) the number of bedrooms per Dwelling;
  - iii) street name and postal address; and
  - iv) tenure.

- 1.3. 'Affordable Housing Unit' means [enter number] Dwellings ([enter percentage number] % of the Dwellings) which shall be Affordable Rent Units (unless otherwise agreed by the Council) and 'Affordable Housing Units' shall be construed accordingly.
- 1.4. 'Affordable Rent' means rent charged at a level up to 80% of the equivalent Market Rent including any service charges applicable. Rents will be set, and may be adjusted over time, in accordance with the Government's policy for Affordable Rents as set out in the Rent Standard of April 2023 and any subsequent update or such Government policy which may succeed it.
- 1.5. 'Affordable Rent Unit' means an Affordable Housing Unit made available by a RP as low cost rental accommodation (as defined in Section 69 of the Housing and Regeneration Act 2008).
- 1.6. 'Allocations Policy' means the policy adopted by the Council which governs households that are eligible to Occupy Affordable Housing, in line with its statutory duties.
- 1.7. 'Chargee' means any mortgagee or chargee of the RP or any receiver or manager (including an administrative receiver) appointed by such a mortgagee or chargee or any other person appointed under any security documentation to enable such mortgagee or chargee to realise its security or any administrator (howsoever appointed) including a housing administrator.
- 1.8. 'Choice Based Lettings Scheme' means the allocation process that the Council has adopted for allocating social housing or any allocation process which may succeed it.
- 1.9. 'Dwelling' means a dwelling (including a house flat maisonette or bungalow and including both market housing units and Affordable Housing Units) to be constructed pursuant the Planning Permission and 'Dwellings' shall be construed accordingly.
- 1.10. 'Gateway to Homechoice' means the Greater Haven Gateway sub-regional Choice Based Lettings Scheme (or any replacement or similar system in place at the time).

- 1.11. 'Homes England' means the non-departmental public body known as Homes England or any successor organisation who is charged with the function of investing in the provision of Affordable Housing.
- 1.12. 'Initial Let' means the first tenancy of a newly constructed and previously unoccupied Affordable Rent Unit.
- 1.13. 'Local Connection' means a connection to the District of [enter name] and as defined in the Allocations Policy.
- 1.14. 'Local Connection Criteria' means the requirements that need to be met for a Local Connection as set out in the Allocations Policy.
- 1.15. 'Market Rent' means, in relation to accommodation, an estimate of its market rent inclusive of all service charges at the time the tenancy is granted that is based on a valuation in accordance with a method recognised by the Royal Institution of Chartered Surveyors.
- 1.16. 'Notice of Practical Completion' means a written notice (in a form to be agreed between the RP and the Council) to be given to the Council within two (2) weeks from the issue date of the certificate of Practical Completion. The function of such notice being the notification to the Council by the RP of the expected date on which the construction and fitting out of the Affordable Rented Units will be complete and ready to let.
- 1.17. 'Occupation' means the action of living in or using an Affordable Housing Unit as an only and principal home, for the purposes permitted by the Planning Permission, not including occupation by personnel engaged in construction, fitting out, decoration, marketing or display; or occupation in relation to security operations and 'Occupy' and 'Occupied' shall be construed accordingly.
- 1.18. 'Plan' means the location plan bearing drawing number [insert number] annexed to this deed.
- 1.19. 'Planning Permission' means the planning permission which may be granted pursuant to the planning application reference number [insert number] subject to conditions, and also to

obligations in the section 106 (Town and Country Planning Act 1990) agreement dated [insert date].

- 1.20. 'Practical Completion' means issue of a certificate of practical completion by the RP's surveyor or, if the Affordable Housing Units are constructed by a party other than the RP, the issue of a certificate of practical completion by that other party's surveyor.
- 1.21. 'Property' means the land at [enter full address of land] shown edged red on the Plan.
- 1.22. 'Registered Provider' or 'RP' means a registered provider of social housing as defined in section 80(2) of the Housing and Regeneration Act 2008 and listed in the register kept by the Regulator of Social Housing under Chapter III of that Act. For the avoidance of doubt this could also include the Council under the Housing Act 1985.
- 1.23. 'Rent Standard' means the Government's Policy Statement on rents for social housing updated in April 2023, and any subsequent update or policy which may succeed it.
- 1.24. 'Service Level Agreement' or 'SLA' means the Gateway to Homechoice service level agreement or such other service level agreement for the time being in force made between the RP and the Council.
- 1.25. 'Tenancy Agreement' means a contract in a form prepared by the RP which sets out the legal terms and conditions of the tenancy, and which conforms with the requirements of the Tenancy Standard.
- 1.26. 'Tenancy Standard' means the Government's standards in respect of the letting of Affordable Housing published on 1 April 2012, as updated, and any such Government policy which may succeed it.
- 1.27. 'Void' means an Affordable Rent Unit which is vacant, otherwise than as a result of the tenant having:
  - 1) moved to other accommodation due to a temporary decant provided by the RP;

- 2) moved to other accommodation under a reciprocal arrangement between the Council or RP and another Council or RP; or
- 3) moved to other accommodation by way of a mutual exchange.

and any void period shall be measured in calendar days between the date of termination of the previous tenancy, or repossession, and the start date of the new tenancy.

#### 2. Enabling Provisions

This deed is made pursuant to the Local Government Act 1972 Section 111, Section 1 of the Localism Act 2011 as amended and all other enabling powers.

#### 3. Procedure

The Parties agree that the Service Level Agreement procedure to which they are signatories as part of the Gateway to Homechoice, Choice Based Lettings Scheme (or any such successor) and the Local Connection Criteria therein shall apply to the nomination of persons in respect of the Affordable Rent Units.

#### 4. Initial Let

In relation to the Initial Let of any Affordable Rent Unit, the following provisions will apply:

- 1) the RP shall give the Council not less than twelve (12) weeks' written notice of the date when the Affordable Rent Units will be ready for occupation; and
- 2) the RP shall serve Notice of Practical Completion upon the Council within two (2) weeks of the date of a certificate of Practical Completion being issued; and
- 3) the Initial Let will be let in accordance with the SLA.

#### 5. Voids

Should any Affordable Rent Unit become a Void after the Initial Let, or the RP has reasonable cause to believe it will become a Void, then it will be let in accordance with the SLA.

#### 6. RP covenants

The RP covenants with the Council to the intent that the Local Government (Miscellaneous Provisions) Act 1982 applies:

- 1) To ensure that each of the Affordable Rent Units that are acquired by the RP are Occupied as Affordable Housing Units.
- 2) To ensure that each of the Affordable Rent Units that are acquired by the RP are let to households with a Local Connection (unless otherwise agreed in writing with the Council and subject to the remaining terms of this deed).
- 3) To ensure that a Tenancy Agreement at an Affordable Rent is retained and managed by the RP.
- 4) To submit an Affordable Housing Location Plan to the Council not less than one (1) month in advance of the date when the first of the Affordable Rent Units will be ready for Occupation.

## 7. Variation of nomination rights

The Council and the RP agree that the nomination rights contained in this deed may be varied from time to time by agreement in writing by the Parties.

## 8. Notices

Any notice required to be served hereunder shall be sufficiently served on the Parties at the address indicated below or such other address notified by one party to the other in writing and any notice shall be deemed to have been served two (2) working days after posting or, in the case of electronic mailing, the day on which such notice was

transmitted by the party serving the notice or, if served after 4.30 pm, one (1) working day after electronic mailing.

The Council	Director for Housing, Babergh / Mid Suffolk
	District Council, Endeavour House, 8 Russell
	Road, Ipswich IP1 2BX or by email: [enter
	email address]
The Registered Provider	As per the address provided at the beginning
	of this deed or by email: [enter email address]

#### 9. Transfer to other RPs

The RP shall use reasonable endeavours to ensure that any RP to which the Property and Affordable Housing Units erected thereon are transferred (other than by direction of Homes England under its statutory powers) shall enter into a similar deed mutatis mutandis with the Council and Gateway to Homechoice (or other such successor scheme) simultaneously on completing the transfer of the Property.

## 10. Disputes

Where any matters fail to be agreed between the Parties or any dispute or difference occurs the question shall be referred on the application of either party for the determination of a single expert to be agreed between the Parties or in default of agreement to be nominated by or on behalf of the President for the time being of the Chartered Institute of Housing or relevant body on the application of either party.

## 11. Agreements and declarations

The Parties agree:

- 11.1. Nothing in this deed fetters or restricts the exercise by the Council of any of its powers.
- 11.2. The obligations and covenants contained in this deed are covenants for the purpose of Section 33 of the Local Government (Miscellaneous Provisions) Act 1982.

- 11.3. From the issue date of a certificate of Practical Completion of each of the Affordable Rent Units acquired by the RP, the Affordable Rent Units shall be let in accordance with the terms of this deed, save that the obligations and restrictions contained in this deed shall not be binding on:
  - 11.3.1 any Chargee of the whole or any part of the Affordable Rent Units or any persons or bodies deriving title through such Chargee PROVIDED THAT:
    - 11.3.1.1. Such Chargee shall first give written notice to the Council of its intention to dispose of the Affordable Housing Units and shall use reasonable endeavours over a period of three (3) months beginning on the date of the written notice to complete a disposal of the Affordable Housing Units to another RP or to the Council for a consideration of not less than the amount due and outstanding under the terms of the relevant security documentation including all accrued principal monies, interest, costs and expenses; and
    - 11.3.1.2. if such disposal has not completed within the three (3) month period and the Chargee has met its obligations in clause 11.3.1.1, the Chargee shall be entitled to dispose of the Affordable Housing Units free from the restrictions in this deed which provisions shall determine absolutely.

## 11.3.2 Any tenant that:

- 11.3.2.1 has exercised any statutory right to buy (or any equivalent contractual right) in respect of a particular Affordable Housing Unit; or
- 11.3.2.2 is a successor in title to the above; or any person or body deriving title through or from any of the parties mentioned in this clause 11.3.

# (delete execution section below if both Part I and Part II are used)

AS WITNESS whereof the Parties have executed this instrument as a Deed hereto the day and year first above written

Signatories:

Babergh District Council / Mid Suffolk District Council (delete as appropriate)

Registered Provider

# Part II - Provisions relating to Shared Ownership Units

#### 1. Definitions

- 1.1 'Affordable Housing' has the meaning given to it in Annex 2 of the National Planning Policy Framework published in July 2021 (as may be amended from time to time or such other national policy that may from time to time replace or update this framework) or any successor policy thereto issued by HM Government.
- 1.2 'Affordable Housing Location Plan' means a document consistent with the provision of Affordable Housing Units pursuant to the Planning Permission detailing the following:
  - i) the Affordable Housing Units and their location;
  - ii) the number of bedrooms per Dwelling;
  - iii) street name and postal address; and
  - iv) tenure.
- 1.3 'Affordable Housing Unit' means [enter number] Dwellings ([enter percentage number] % of the Dwellings) which shall be Shared Ownership Units (unless otherwise agreed by the Council) and 'Affordable Housing Units' shall be construed accordingly.

- 1.4 'Capital Funding Guide' means the rules and procedures for all providers delivering Affordable Housing through one of Homes England's affordable homes programmes and any successor guidance fulfilling the same function.
- 1.5 'Chargee' means any mortgagee or chargee of the RP, or any receiver or manager (including an administrative receiver) appointed by such a mortgagee or chargee or any other person appointed under any security documentation to enable such mortgagee or chargee to realise its security or any administrator (howsoever appointed) including a housing administrator.
- 1.6 'Dwelling' means a dwelling (including a house flat maisonette or bungalow and including both market housing units and Affordable Housing Units) to be constructed pursuant the Planning Permission and 'Dwellings' shall be construed accordingly.
- 1.7 'Homes England' means the non-departmental public body known as Homes England or any successor organisation who is charged with the function of investing in the provision of Affordable Housing.
- 1.8 'Initial Purchase' means the initial equity purchase representing the first sale of the Shared Ownership Unit.
- 1.9 'Local Connection' means a connection to the District of [enter name] and as defined in the Local Connection Criteria.
- 1.10 'Local Connection Criteria' means the requirements that need to be met by an individual for a Local Connection as follows (for the avoidance of doubt, this is not in priority order):
  - (i) Their only or principal home is within the administrative boundaries of the District in which the property is located; or
  - (ii) They were placed in specialised housing which is not available in the relevant District but had a local connection to the relevant District previously through residence; or

- (iii) They (not a member of their household) are in permanent paid work within the District in which the property is located; or
- (iv) They have a son, daughter, brother, sister, mother or father, who is aged 18 or over and lives in the administrative area of the District and has done so for at least five years; or
- (v) They are a homeless care leaver aged 18 20 who have been looked after by Suffolk County Council and were looked after within the District in which the property is located; or
- (vi) They are serving in the regular armed forces of the Crown or who has served in the regular armed forces of the Crown within five years of the date of the purchase of the Shared Ownership Unit; or
- (vii) The main or joint applicant has recently ceased or will cease to be entitled to reside in accommodation provided by the Ministry of Defence following the death of that person's spouse or civil partner. where the spouse or civil partner has served in the regular forces and their death was attributable (wholly or partly) to that service; or
- (viii) The main or joint applicant is serving or has served in the reserve forces and is suffering from a serious injury, illness or disability which is attributable whether wholly or partly to that service; or
- (ix) Spouses and civil partners who are required to leave accommodation provided by the Ministry of Defence following a breakdown in their relationship with their Service spouse or partner.
- 1.11 'Occupation' means the action of living in or using an Affordable Housing Unit as an only and principal home, for the purposes permitted by the Planning Permission, not including occupation by personnel engaged in construction, fitting out, decoration, marketing or display; or occupation in relation to security operations and 'Occupy' and 'Occupied' shall be construed accordingly.
- 1.12 'Plan' means the location plan bearing drawing number [insert number] annexed to this deed.
- 1.13 'Planning Permission' means the planning permission which may be granted pursuant to the planning application reference number [insert number] subject to conditions, and also to obligations in the section 106 (Town and Country Planning Act 1990) agreement dated [insert date].

- 1.14 'Practical Completion' means issue of a certificate of practical completion by the RP's surveyor or, if the Affordable Housing Units are constructed by a party other than the RP, the issue of a certificate of practical completion by that other party's surveyor.
- 1.15 'Property' means the land at [enter full address of land] shown edged red on the Plan.
- 1.16 'Registered Provider' or 'RP' means a registered provider of social housing as defined in section 80(2) of the Housing and Regeneration Act 2008 and listed in the register kept by the Regulator of Social Housing under Chapter III of that Act. For the avoidance of doubt this could also include the Council under the Housing Act 1985.
- 1.17 'Shared Ownership Lease' means a lease in a form approved by Homes England or where there is no such lease in a form approved by the Council to provide:
  - a) not more than 75% and not less than 10% of the equity (or such other percentages the Council may agree) shall be sold to the purchaser on an Initial Purchase;
  - an option for the purchaser to increase their ownership up to 100% by Staircasing if they so wish;
  - c) an initial rent not exceeding 2.75% of the value of the equity retained by the RP subject to annual increases not exceeding Retail Price Index (All Items) published by the Office for National Statistics (or if such index ceases to be published such other index as the Council shall reasonably determine) plus 0.5% or such other rent as complies with the requirements from time to time of Homes England.
- 1.18 'Shared Ownership Unit' means an Affordable Housing Unit sold subject to a Shared Ownership Lease and in accordance with the procedure set out in this deed to an individual who meets the Local Connection Criteria, and 'Shared Ownership Units' shall be construed accordingly.

1.9 'Staircasing' means the acquisition after the date of the Initial Purchase of additional tranches of equity in the Shared Ownership Unit, as set out in the Shared Ownership Lease for that Affordable Housing Unit, and as detailed in the Capital Funding Guide published by Homes England and any other publication that supersedes it.

## 2. Enabling Provisions

This deed is made pursuant to the Local Government Act 1972 Section 111, Section 1 of the Localism Act 2011 as amended and all other enabling powers.

#### 3. Procedure

The Parties agree that:

- (i) The Shared Ownership Units shall be sold subject to a Shared Ownership Lease.
- (ii) The RP shall be responsible for assessing potential purchasers.
- (iii) The Shared Ownership Units shall only be sold to applicants with a gross household income of less than £80,000 and otherwise unable to purchase a suitable property for their housing needs on the open market, along with any other eligibility restrictions set out in the Capital Funding Guide (as amended).
- (iv) In respect of the Initial Purchase, each Shared Ownership Unit will, for a period of eight (8) weeks, only be available to purchase by individuals who meet the Local Connection Criteria. If a sale has not been agreed following eight (8) weeks of marketing, the Local Connection Criteria (only) can be waived.
- (v) In respect of future re-sales, each Shared Ownership Unit will, for a period of four (4) weeks, only be available to purchase by individuals who meet the Local Connection Criteria. If a sale has not been agreed following four (4) weeks of marketing, the Local Connection Criteria (only) can be waived.

#### 4. RP covenants

The RP covenants with the Council to the intent that the Local Government (Miscellaneous Provisions) Act 1982 applies:

- 1) To ensure that each of the Affordable Shared Ownership Units that are acquired by the RP are Occupied as Affordable Housing Units.
- 2) To submit an Affordable Housing Location Plan to the Council not less than one (1) month in advance of the date when the first of the Affordable Shared Ownership Units will be ready for Occupation.
- 3) To conduct an assessment of potential Shared Ownership purchasers, prior to purchase and in line with the Capital Funding Guide, to ensure that they meet all eligibility criteria, to assess what share they can afford and to ensure that the purchase is affordable and sustainable for the purchaser.

## 5. Variation of nomination rights

The Council and the RP agree that the nomination rights contained in this deed may be varied from time to time by agreement in writing by the Parties.

#### 6. Notices

Any notice required to be served hereunder shall be sufficiently served on the Parties at the address indicated below or such other address notified by one party to the other in writing and any notice shall be deemed to have been served two (2) working days after posting or, in the case of electronic mailing, the day on which such notice was transmitted by the party serving the notice or, if served after 4.30 pm, one (1) working day after electronic mailing.

The Council	Director for Housing, Babergh / Mid Suffolk
	District Council, Endeavour House, 8 Russell
	Road, Ipswich IP1 2BX or by email: [enter
	email address]
The Registered Provider	As per the address provided at the beginning
	of this deed or by email: [enter email address]

#### 7. Transfer to other RPs

The RP shall use reasonable endeavours to ensure that any RP to which the Property and Affordable Housing Units erected thereon are transferred (other than by direction of Homes England under its statutory powers) shall enter into a similar deed mutatis mutandis with the Council on completing the transfer of the Property.

## 8. Disputes

Where any matters fail to be agreed between the Parties or any dispute or difference occurs the question shall be referred on the application of either party for the determination of a single expert to be agreed between the Parties or in default of agreement to be nominated by or on behalf of the President for the time being of the Chartered Institute of Housing or relevant body on the application of either party.

## 9. Agreements and declarations

The Parties agree:

- 9.1 Nothing in this deed fetters or restricts the exercise by the Council of any of its powers.
- 9.2 The obligations and covenants contained in this deed are covenants for the purpose of Section 33 of the Local Government (Miscellaneous Provisions) Act 1982.
- 9.3 From the issue date of a certificate of Practical Completion of each of the Affordable Housing Units acquired by the RP, the Affordable Housing Units shall be purchased in accordance with the terms of this deed, save that the obligations and restrictions contained in this deed shall not be binding on:
  - 9.3.1 any Chargee of the whole or any part of the Affordable Housing Units or any persons or bodies deriving title through such Chargee PROVIDED THAT:
    - 9.3.1.1 Such Chargee shall first give written notice to the Council of its intention to dispose of the Affordable Housing Units and shall use

reasonable endeavours over a period of three (3) months beginning on the date of the written notice to complete a disposal of the Affordable Housing Units to another RP or to the Council for a consideration of not less than the amount due and outstanding under the terms of the relevant security documentation including all accrued principal monies, interest, costs and expenses; and

9.3.1.2 if such disposal has not completed within the three (3) month period and the Chargee has met its obligations in clause 9.3.1.1, the Chargee shall be entitled to dispose of the Affordable Housing Units free from the restrictions in this deed which provisions shall determine absolutely.

## 9.3.2 Any tenant that:

- 9.3.2.1 has been granted a Shared Ownership Lease by a RP (or similar arrangement where a share of the Affordable Housing Unit is owned by the tenant and a share is owned by the RP) in respect of a particular Affordable Housing Unit and the tenant has subsequently purchased from the RP all remaining shares so that the tenant owns the Affordable Housing Unit outright.
- 9.3.2.2 is a successor in title to the above; or any person or body deriving title through or from any of the parties mentioned in this clause 9.3.

#### 10. Capital Receipts from Staircasing

Subject to Homes England funding requirements, any capital receipts received by the RP for shares sold between 81% and 100% must be reinvested in additional Affordable Housing Units within the District of [enter name] within five (5) years of receipt. Any capital receipts not reinvested within five years may be spent on Affordable Housing outside of the District of [enter name].

AS WITNESS whereof the Parties have executed this instrument as a Deed hereto the day and year first above written
Signatories:
Babergh District Council / Mid Suffolk District Council (delete as appropriate)
Registered Provider

