



Decision Maker	Councillor Learney (Cabinet Member for Housing and Asset Management)
Date and Time	Monday, 3rd February, 2020 at 9.30 am.
Venue	Walton Suite, Guildhall, Winchester

AGENDA

PROCEDURAL ITEMS

1. Disclosure of Interests

To receive any disclosure of interests from Members and Officers in matters to be discussed.

Note: Councillors are reminded of their obligations to declare disclosable pecuniary interests, personal and/or prejudicial interests in accordance with legislation and the Council's Code of Conduct.

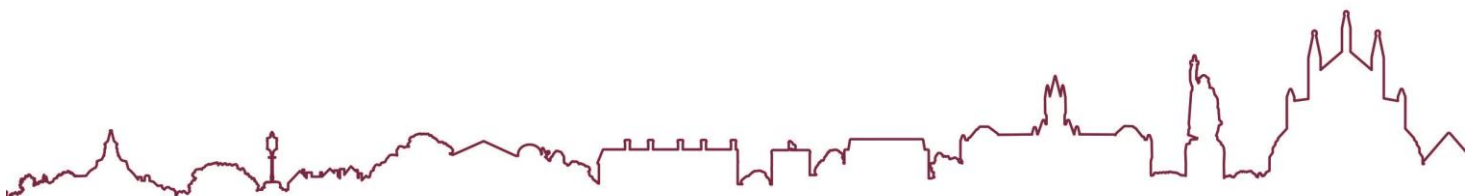
BUSINESS ITEMS

2. Public Participation

– to note the names of members of the public wishing to speak on items for decision

Note: members of the public wishing to speak about a particular agenda item are required to register three working days in advance if they wish to speak at a Cabinet Member Decision Day. Representations from the public will normally be taken during the appropriate item (after the Cabinet Member's introduction (and any comments from the leading officer) and before representations from visiting councillors.

Members of the public and visiting councillors may speak at decision days on a specific item due for decision, provided they have registered to speak three working days in advance. Please contact Democratic Services by close of play **on Tuesday 28 January 2020** via democracy@winchester.gov.uk or (01962) 848 264 to register to speak and for further details.



3. **Visiting Councillors Representation**

To note any request from visiting councillors to make representations on an item for decision.

Note: Councillors wishing to speak about a particular agenda item are required to register three working days in advance if they wish to speak at a Cabinet Member Decision Day. Councillors will normally be invited by the Chairman to speak during the appropriate item (after the Cabinet Member's introduction (and any comments from the leading officer) and any public participation).

4. **Mutual Exchange Policy Review (DD5) (Pages 5 - 12)**

5. **Application for Designated Protection Area (DPA) Waiver - Tangier Lane, Bishops Waltham (DD4) (Pages 13 - 18)**

Lisa Kirkman
Strategic Director: Resources and Monitoring Officer

Members of the public are able to easily access all of the papers for this meeting by opening the QR Code reader on your phone or tablet. Hold your device over the QR Code below so that it's clearly visible within your screen and you will be redirected to the agenda pack.



Friday, 24 January 2020

Agenda Contact: Claire Buchanan, Senior Democratic Services Officer
01962 848 438, cbuchanan@winchester.gov.uk

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Public Participation and representations from visiting councillors

Members of the public and visiting councillors (ie any Winchester City Councillor other than the Cabinet Member making the decision) can speak at decision days on a specific item due for decision. Both members of the public and visiting councillors will be required to register to speak three working days in advance (NB working days excludes weekend and public holidays).

Representations from members of the public will be limited to a maximum of 3 minutes, subject to a maximum 15 minutes set aside for all questions and answers per Cabinet Member Decision Day. No public speaking will be permitted on the same or similar topic within a period of six months.

Representations from visiting councillors will be limited to a maximum of 5 minutes each per decision item.

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DECISION TAKER: CLLR LEARNEY – CABINET MEMBER FOR HOUSING AND ASSET MANAGEMENT

REPORT TITLE: MUTUAL EXCHANGE POLICY REVIEW

3 FEBRUARY 2020

Contact Officer: Amber Russell Tel No: 01962 848 229 Email arussell@winchester.gov.uk

WARD(S): ALL

PURPOSE:

This report considers the current policy for Mutual Exchanges, which are available to secure and assured tenants and are an important means for many to find a more suitable home. The current policy allows tenants to move to a property which has one bedroom more than their assessed bedroom need. The report highlights the implications of the current policy and makes recommendations for change to bring the policy in line with the Council's Allocations Framework.

RECOMMENDATIONS:

1. That the Mutual Exchange policy be amended, removing consent for all tenants to move to a property which has one bedroom more than their assessed bedroom need.
2. That consent for exchanges where the accommodation is more extensive than is reasonably required by the tenant be refused unless exceptional circumstances apply that may include one or more of the following:
 - i. The tenant is downsizing;
 - ii. The tenant is exchanging to older persons accommodation;
 - iii. The tenant has a Council confirmed medical or welfare need for a property which is larger than their assessed bedroom need;
 - iv. There are other exceptional circumstances as determined by the Council.
3. That the Strategic Director - Services be authorised to amend the Council's Housing Mutual Exchange policy to reflect the above including arrangements for appropriate assessments.

IMPLICATIONS:

1 COUNCIL PLAN OUTCOME

- 1.1 The report supports the “homes for all” priority in the Council Plan in that the Council wishes to make best use of its housing stock and to reduce the risk of a tenant losing their home by being subject to the Social Sector Size Criteria (SSSC).

2 FINANCIAL IMPLICATIONS

- 2.1 The principle of restricting under occupancy is an effective tool to help prevent tenants who are in receipt of Housing Benefit and/or Universal Credit from accruing rents arrears and align directly with the SSSC rules. No other financial implications are directly related to this report.

3 LEGAL AND PROCUREMENT IMPLICATIONS

- 3.1 As stated in the body of this report the Council has statutory duties under various legislation which includes the Housing Act 1985 and Homelessness Reduction Act 2017 to provide housing to those who are eligible. The proposed arrangements should, and is, such as to enable the Council to discharge the duty. Any offer of accommodation by the Council must be suitable in terms of government guidance and the amendments requested in this report assist the Council towards meeting this requirement.
- 3.2 As the Council is discharging a statutory duty it is important to monitor the practical implications of the requested amendments in this report to ensure that the Council continuously complies with the legal requirements under the Housing Act 1985 and Guidance Code.

4 CONSULTATION AND COMMUNICATION

- 4.1 This report was considered by the Business and Housing Policy Committee on 18 June 2019. At that meeting the changes to the Mutual Exchange policy as outlined in the recommendations of this report were noted and supported. One Member did register a strong objection to the proposed recommendations. Further detail regarding this can be found in 8.16 of the report.
- 4.2 Council tenants have been asked for their views on the proposed changes through an on-line survey which took place from 1 November 2018 to 4 December 2018. In addition, a focus group involving four tenants took place in May 2019 to further discuss the proposed change and seek the views of those involved. The report provides a summary of the tenant consultation.

5 ENVIRONMENTAL CONSIDERATIONS

- 5.1 The recommended changes outlined in the report are in keeping with the Council's commitment to make best use of its stock which supports the carbon neutrality action plan.

6 RISK MANAGEMENT

Risk	Mitigation	Opportunities
<i>Community Support</i>	Engagement opportunities have been provided for tenants to comment on the proposed change in policy	The views of tenants who responded to the on-line survey and focus groups have been taken into consideration
<i>Timescales</i>	The change could take effect immediately if approved	
<i>Financial / VfM –</i>	The proposed amendment will prevent under occupancy which is shown to lead to cases of rent arrears	Reduce the potential for tenants to accrue rent arrears
<i>Legal – not applicable</i>	The proposed amendment will enable stronger meeting of the Council's statutory duty in respect of rehousing and should be monitored	Enable stronger engagement with at risk groups in society and the meeting of the Councils statutory duty towards these groups
<i>Innovation – not applicable</i>		
<i>Reputation</i>	The change to the policy is seen to strengthen the Council's reputation	
<i>Other - none</i>		

7 OTHER KEY ISSUES

- 7.1 All key issues have been considered and are detailed in the report.

8 SUPPORTING INFORMATION:

Background

- 8.1 The ability to exchange tenancies is recognised by Winchester City Council as an important means for many tenants to be able to find a home more suitable for their needs. Procedures are in place to support tenants in their search for suitable exchange partners and to facilitate a speedy and smooth exchange of properties where authorised.

- 8.2 Mutual exchanges for secure tenants operate within a regulatory framework laid down by the Housing Act 1985 and more recently the Localism Act 2011. A secure tenant has the statutory right to swap homes with another tenant, provided the other tenant is the tenant of a social landlord and they both have the written consent of their landlords.
- 8.3 The process is tenant led, in contrast to the landlord led transfer process, and does not have the associated higher administration costs and rental loss during void periods which happens with the transfer process. A mutual exchange can also hold benefits for tenants, providing people who would struggle to secure a transfer with a means of moving to what might be more suitable or affordable accommodation, including tenants that might wish to move due to welfare reform changes.
- 8.4 For landlords it can help with efforts to maximise efficient use of stock to best meet housing need and minimise problems such as rent arrears. A mutual exchange can also provide major benefits for other services, for example, helping a tenant to move to be closer to family and friends can reduce demand on health and social care services and result in cost savings.
- 8.5 The Council currently permits properties to be let via mutual exchange where there is one bedroom more than the tenant's assessed bedroom need. In more recent years with welfare reform changes, in particular the introduction of the SSSC, tenants moving to properties which are larger than their housing need have been subject to the 'bedroom tax' and some have fallen into rent arrears as a result.
- 8.6 The current policy is also contrary to the Council's Allocations Framework within Hampshire Home Choice and is at a time when social housing is in high demand whereby housing providers are being asked to make best use of this scarce resource.

Completed Mutual Exchanges

- 8.7 The Council approves on average 47 mutual exchanges per year. Of those approved, 48% are to tenants who will be under occupying their new accommodation.
- 8.8 The table below provides details on the number of exchanges and those that were under occupied for the last four years.

Financial Year	Number of Mutual Exchanges	Number Under Occupying
2015/16	48	28
2016/17	48	19
2017/18	46	21
2018/19	46	22

- 8.9 Since the introduction of the SSSC in April 2013, working age claimants for Housing Benefit or Universal Credit who are under occupying their home face a reduction in their eligible rent for benefit purposes of 14% for one additional (spare) bedroom. As part of the mutual exchange process, all tenants are made aware of the benefit restrictions related to under occupancy, regardless of whether they are currently in receipt of Housing Benefit or Universal Credit.
- 8.10 Of the 22 tenants who carried out a mutual exchange in 2018/19 and were under occupying their property, 14 were in rent arrears when this report was prepared for the Business and Housing Policy Committee in June 2019. Also, 7 of the 14 subsequently had a change of circumstances since moving, so although at the time of exchanging they may have been working and gave the assurance of meeting the weekly rental charge through their income, they since found themselves out of work and Housing Benefit/Universal Credit not covering the full rental charge.
- 8.11 Financial assessments for mutually exchanging tenants have been taking place since May 2019 as is standard practice with all new tenancies from the Council's Housing Register. However, the Council is not able to refuse an exchange should it feel the tenant cannot afford the property as this is not a listed ground for refusal as set out in Schedule 3 of the Housing Act 1985.

Consultation

- 8.12 From the 1st November 2018 until the 4th December 2018 we asked current Winchester City Council tenants to complete an on-line survey to seek their view on the policy and their mutual exchange experience. 357 completed responses were received, a 13% response rate, representing a wide selection of all tenants.
- 8.13 Although overall, the process was a positive one, the response regarding allowing an extra bedroom was quite evenly split, 52% saying allowing the extra bedroom for mutual exchanging tenants was not fair (when applicants on the Housing Register are not allowed move to a property larger than their assessed bedroom need) whilst 47% thought this was acceptable. 39% either agreed or strongly agreed to the proposed policy exchange of not allowing tenants to exchange to a property with more bedrooms than are needed, whereas 40% either disagreed or strongly disagreed (20% neither agreed nor disagreed).
- 8.14 There were a further 142 free text responses on this issue and again, these responses were very mixed. Many of the comments said that allowing an extra bedroom should depend on individual circumstances, for example family

taking on caring responsibilities for other family members, someone with a disability needing the extra room for equipment, medical supplies or a carer to stay, or a family planning to have more children. The opposing view made it clear that the shortage of social housing should be a factor and that there are families who need that extra bedroom immediately.

- 8.15 To explore this issue further a Focus Group was established, with 4 council tenants being involved over two sessions during May 2019. The consensus from the Focus Group was that all tenants should not automatically be allowed to move to a property which has more bedrooms than they need. However, each exchange case requesting an extra bedroom should be assessed on its merits and take account of the applicant's individual circumstances. This is similar to the Allocations Framework which takes health and welfare circumstances into consideration when determining household size and accommodation eligibility. The group also felt that tenants downsizing to smaller accommodation or older people moving to older persons accommodation should continue to be allowed to under occupy a property.
- 8.16 This paper was presented to the Business and Housing Policy Committee on 18 June 2019. A member of the Committee registered a strong objection to the recommendations on the grounds that the policy could take away a bedroom from tenants in greater housing need for such a bedroom and there should be the option to refuse applications on the grounds of financial circumstances. In addition, the definition of exceptional circumstances was unsatisfactory.
- 8.17 It is not possible to refuse a mutual exchange because of concerns that the tenant may not be able to afford the property. This is not a listed ground for refusal as set out in Schedule 3 of the Housing Act 1985. Also, the Mutual Exchange Policy and Procedure will include further detail on what would constitute as exceptional circumstances, examples will include, but are not limited to, family taking on caring responsibilities for other family members, someone with a disability needing extra room for equipment, medical supplies or a carer to stay.

Conclusion

- 8.18 Mutual exchanges are a valued means for tenants to secure a new home. The current policy allows tenants to move to a property larger than their housing need and whilst this gives tenants greater flexibility for their housing choices, it is not in keeping with the Council's Allocations Framework or pledge to make best use of our housing stock which is in high demand. Also more recently with the changes to the benefits system, we are seeing tenants

who are under occupying their homes fall into arrears and potentially put their housing at risk as they are unable to meet rent which is not eligible for benefit assistance.

8.19 The Localism Act 2011 introduced ground 7 as a valid reason for a landlord to refuse a mutual exchange whereby ‘the accommodation is substantially more extensive than is reasonably required by the tenant to whom the tenancy is proposed to be granted’. It is suggested that this ground be applied and the current policy be amended so that there is no longer an automatic right to exchange to a property larger than the tenant’s housing need. Instead, requests to exchange to a home which has an additional bedroom will be refused, except in the following circumstances:

- i) The tenant is downsizing;
- ii) The tenant is exchanging to older persons accommodation;
- iii) The tenant has a Council confirmed medical or welfare need for a property which is larger than their assessed bedroom need;
- iv) There are other exceptional circumstances as determined by the Council.

8.20 This is in keeping with the Allocations Framework and will ensure consistency across our housing policies and will help to ensure the housing stock is fully utilised.

9 OTHER OPTIONS CONSIDERED AND REJECTED

9.1 The option of retaining the ability to exchange to a property larger than a tenants assessed bedroom need has been considered. However, it is considered that the evidence set out in this paper illustrates that this would continue to result in tenants falling into arrears and putting their tenancies at risk. This option also contradicts the Allocations Framework and does not assist the priority to make best use of housing stock.

9.2 The change recommended would bring the Council in line with the majority of Hampshire housing providers.

9.3 As previously detailed in this paper, the policy compliments the Council’s Allocations Framework in that tenants secure housing which meets their housing need. There is no ground which allows the Council to refuse an exchange based on their financial circumstances although a thorough financial assessment is completed with each tenant and advice given regarding affordability. Examples of exceptional circumstances include, but are not limited to, family taking on caring responsibilities for other family members, someone with a disability needing the extra room for equipment, medical supplies or a carer to stay. This detail will be included in the Mutual Exchange Policy and Procedure.

BACKGROUND DOCUMENTS:-

Previous Cabinet/Committee Reports or Cabinet Member Decisions:-

BHP005 Mutual Exchange Policy 18 June 2019

Other Background Documents:-

Mutual Exchange Policy Review – We Asked, You Said, We Did

<https://winchester.citizenspace.com/housing/mutual-exchange-policy-review/>

Hampshire Home Choice Allocations Framework

<http://www.hampshirehomechoice.org.uk/Data/Pub/PublicWebsite/ImageLibrary/Version%2015%20-%20HHC%20Allocation%20Framework%20master%20May%202019%20CURRENT.pdf>

Mutual Exchange Policy and Procedure (Tenant Guide)

<https://www.winchester.gov.uk/assets/attach/2772/mutual-exchange-p-p.docx>

APPENDICES:

None.

DD4

DECISION TAKER: CLLR KELSIE LEARNEY – CABINET MEMBER FOR HOUSING AND ASSET MANAGEMENT

REPORT TITLE: APPLICATION FOR DESIGNATED PROTECTION AREA (DPA) WAIVER – TANGIER LANE, BISHOPS WALTHAM

3 FEBRUARY 2020

Contact Officer: Debbie Rhodes Tel No: 01962 848368 Email DRhodes@winchester.gov.uk

WARD(S): BISHOPS WALTHAM

PURPOSE

This report sets out proposals to lift the Designated Protected Area status in respect of affordable shared ownership homes which are being delivered by a Registered Provider (Radian) in Bishops Waltham at Tangier Lane.

The developments either side of Tangier Lane at Bishops Waltham form an allocation of land in the current Local Plan and both have planning permission. They are both in a Designated Protected Area (DPA) and lenders providing mortgages for shared ownership homes within such an area require a substantial deposit meaning that for many the proposed new homes are not an affordable housing product.

RECOMMENDATIONS:

1. That the Corporate Head of Housing is authorised to apply to Homes England for the lifting of a Designated Protected Area Status in respect of both Tangier Lane sites at Bishops Waltham.

IMPLICATIONS:

1 COUNCIL PLAN OUTCOME

- 1.1 The report contributes to delivering on the Council Plan 2020-2025 priority 'Homes for All' by providing 'homes that are affordable and built in the right areas for our changing communities'.
- 1.2 It also contributes to delivering on the 'Living Well' Council Plan priority by providing energy efficient, affordable, modern homes where residents can live healthy and fulfilled lives avoiding the stresses of unaffordable costs related to their housing.

2 FINANCIAL IMPLICATIONS

- 2.1 This decision has no direct impact on council budgets. Home ownership options are often out of the reach of local householders who wish to take the first step on the ladder of home ownership and where possible within their home parish.
- 2.2 As a principal, the council wishes to encourage home ownership through different models and housing providers to support the council's New Homes programme and help address the fact that housing in the Winchester district is expensive. Bringing these homes forward with no support or investment from the Council frees up Housing resources for other developments.

3 LEGAL AND PROCUREMENT IMPLICATIONS

- 3.1 The Housing (Right to Enfranchise) (Designated Protected Areas) (England) Order 2009 Regulations is in place to ensure that rural affordable housing – specifically grant-funded shared ownership properties - remains in the ownership of local people. Where that is the case, providers are required to offer grant-funded shared ownership properties with a lease that contains restricted provisions.
- 3.2 Homes England has recognised that the DPA provision potentially creates problems at sites such as Bishop Waltham and established a wavier process whereby by a Local Authority could present a case to waive DPA conditions of grant relating to designated protected areas where the policy aim of the retention of affordable housing stock is not an issue.

4 CONSULTATION AND COMMUNICATION

- 4.1 Consultation with Bishops Waltham district councillors took place in October 2019, with councillors supportive of the council submitting an application to Homes England to waive the DPA conditions at both Tangier Lane sites.
- 4.2 The Bishops Waltham Parish Council Chair, Chair of planning Sub group, and the Portfolio Holder for Housing and Asset Management have both been

briefed in respect of the proposal to waiver the DPA conditions at both Tangier Lane sites.

5 ENVIRONMENTAL CONSIDERATIONS

- 5.1 The scheme was granted planning consent in 2018 following the submission of detailed information on the issues of ecology, traffic implications and unsustainability. All of the planned homes will meet current planning guidelines on energy and water sustainability.

6 RISK MANAGEMENT

- 6.1 The principle risk is to the council's reputation of the properties not being built by not agreeing to apply to Homes England in support of the Registered Provider (Radian) proposal to waiver the DPA conditions at both Tangier Lane sites.
- 6.2 There may be further reputational risk should the shared ownership homes not be built with a waiver in place and considered as an unaffordable housing option by local resident who are unable to secure mortgages and meet deposit requirements.
- 6.3 If successful there may a risk of other Registered Providers approaching the council to seek similar waivers. However, the final decision to waiver DPA conditions remain with Homes England.

Risk	Mitigation	Opportunities
<i>Property</i> Properties not be built.	Lifting of Designated Protected Area (DPA) status allows for improved marketability.	Improved marketability of the area, avoid reputational risk/ community sustainment opportunities.
<i>Community Support</i>	Supporting and increasing home ownership options for the local community.	Increased local Housing options for the community across a number of tenures.
<i>Timescales</i>		
<i>Project capacity</i>	Officer resource allocated to support the Homes England application process.	
<i>Financial / VfM</i> Challenge from the RP that without a DPA waiver they will withdraw from the new build at Tangier Lane.	Lifting of DPA Protected Area status allows for improved marketability	Improved marketability of the area. Community sustainment opportunities.
<i>Legal</i>	Lifting the designation	Increased housing

	when such protection is no longer required.	options.
<i>Innovation</i>		
<i>Reputation</i> Should the Affordable Housing not be built by Radian this would reflect poorly on the council.	Lifting of Designated Protected Area (DPA) status allows for improved marketability	Improved marketability of the area, avoid reputational risk.
<i>Other</i>		

7 OTHER KEY ISSUES

7.1 This decision has no direct workforce or Council asset implications and relates only to the council's strategic housing responsibilities.

8 SUPPORTING INFORMATION:

Designated Protected Area status

8.1 The site to the east of Tangier Lane, Bishops Waltham, has planning permission for 66 units, 26 of which are affordable, which equates to the 40% of the site. Of the 26 affordable homes 7 are to be Intermediate (in this case Shared Ownership) and the Registered Provider (Radian) is planning to provide 2 extra shared ownership homes with Homes England grant

8.2 The site to the west of Tangier Lane, Bishops Waltham, has planning permission for 66 units, 27 of which are affordable, which equates to 40% of the homes on the site. Of the 27 affordable homes 08 are to be Intermediate (in this case Shared Ownership) and the Registered Provider (Radian) is planning to provide 4 extra shared ownership homes with Homes England grant

8.3 The sites are within a Designated Protected Area as stated in the *Housing (Right to Enfranchise) (Designated Protected Areas) (England) Order 2009 No. 2098* regulations. In these areas, providers of shared ownership homes must either restrict stair-casing of shared ownership homes, which means residents can only purchase up to 80% of their home, or the Registered Provider must agree to buy back the property.

8.4 The most recent Designated Protected Areas (DPA) Homes and Community Agency policy guidance from 2016 explains that DPAs were introduced in September 2009 to protect shared ownership homes being lost to the open market where they could be difficult to replace. The designated areas were aligned with those exempt from the Right to Acquire, based on maps dated 1991.

8.5 If any homes were lost (and anecdotal evidence from discussions with another local affordable homes provider suggests stair casing to 100% of

ownership rarely happens to the open market and planned development elsewhere in the parish means they would be replaced.

- 8.6 As there are a limited number of lenders and they require a substantial deposit to reduce their perceived risk then few of the households that require these homes will be able to afford them.
- 8.7 Currently, just two lenders offer restricted shared ownership mortgages. The main problem is caused by the level of the deposit that is required by lenders for potential applicants looking to purchase shared ownership new build properties with an 80% restriction.
- 8.8 These two lenders require of between 20 and 25% of the value of the share of the property that is to be purchased on a shared ownership basis. Based upon the modelling that has been carried out, if a 40% share were to be purchased then for a 2 bedroom property valued at £280,000 then a deposit of between £22,400 and £28,000 would be needed. For a 3 bedroom home valued at £335,000 a deposit for a 40% share would be between £26,800 and £33,500.
- 8.9 Homes England has agreed a waiver process such that Registered Providers approach the Local Authority (LA) and the LA determines whether the site does not require protecting, applying for a waiver from the HCA's successor body (Homes England) where appropriate.
- 8.10 As at 11 October 2019, of the applicants to Help to Buy South, (the national government agency for Shared Ownership in this area and the register used to obtain households for shared ownership) wanting Bishops Waltham as an area to purchase and requiring the size of accommodation proposed (2 and 3 bedroom property), only 6 and 2 customers respectively (From 57 households) would be able to meet the deposit requirements of the lenders mentioned above.
- 8.11 For non-restricted shared ownership mortgages there are about 22 mortgage lenders, resulting in more lenders to choose from. At Present, the deposit that these 22 lenders require is approximately 5%.
- 8.12 The current council Local Plan allocates various sites for housing in Bishops Waltham. They have all obtained planning permission and in some cases are being built or are completed. They will provide a further 36 new shared ownership homes for the housing needs of the Winchester District and there may be further shared ownership homes that will come forward on sites that we are as yet unaware of. It is a different Registered Provider delivering the shared ownership homes at these other sites but it is understood that they are in a stronger financial position and so can offer a lower percentage share from which a deposit is generated.
- 8.13 The Registered Provider (Radian) plans to take on the affordable units at both of the Tangier Lane sites and is concerned at the lack of affordability of these

homes if the DPA remains in place as a high deposit will be required. They are also concerned that the high deposits will severely compromise the ability to sell the homes. As stated above, 9 of the affordable units on the Tangier Lane East site are shared ownership (6 x 2 bedroom house and 3 x 3 bedroom house) and 12 of the affordable homes of the affordable units on the Tangier Lane West site are shared ownership (8 x 2 bedroom house and 4 x 3 bedroom house)

- 8.14 To enable the Registered Provider (Radian) to offer the price that would allow the development to progress, whilst at the same time meeting housing need requires the support of the council to apply to Homes England to waive the DPA conditions at both Tangier Lane sites.

There is a strong possibility that the Registered Provider (Radian) may make a decision not to build the new development if the DPA waiver is not granted.

9 OTHER OPTIONS CONSIDERED AND REJECTED

- 9.1 Consideration given and rejected to not support the Registered Provider (Radian) request to apply to Homes England to waive the DPA conditions at the two Tangier Lane sites. Due to the potential loss of affordable shared ownership homes and because the development is unlikely to be affordable to other Registered Providers including the council without the lifting of the DPA status to improve the marketability of the potential site.
- 9.2 The Council could offer financial assistance to the registered provider in order to retain the current proposed shared ownership arrangement. This would not address the very limited market for this product or the challenge in securing mortgage finance as detailed above.

BACKGROUND DOCUMENTS:-

Previous Cabinet/Committee Reports or Cabinet Member Decisions:-

There are no other committee reports relating to this DPA issue

Other Background Documents:-

None

APPENDICES:

None