

ANNEX 5

Acquisition of Properties**62 Bottleacre Lane, Loughborough****Decision under Delegated Powers****Officer Requesting Decision**

Beverly Wagstaffe – Housing Strategy and Support Manager

Officer Making the Decision

Alison Simmons - Head of Strategic and Private Sector Housing

Recommendation

To approve the purchase of 62 Bottleacre Lane, Loughborough and for the Council to formerly Exchange Contracts.

Reason

To utilise approved funding for the purchase of additional HRA rental properties.

Authority for Decision

Section 8.3, of the Constitution gives delegated authority to the Head of Strategic and Private Sector Housing to acquire additional properties for rent via the HRA where approved funding exists within the Capital Plan for the relevant financial year, and where any property acquired is subject to a Condition Survey, an Independent Valuation, Standard Legal checks, and meets identified housing needs (item 20 on page 8-20).

Decision and Date

Alison Simmons
 Head of Strategic and
 Private Sector Housing

10th September 2018

Background

On the 19th October 2017, the Leader gave delegated executive authority to the Head of Strategic and Private Sector Housing to acquire additional properties for rent via the HRA within available approved funding which has subsequently been formalised in an update of the Constitution approved by Council on the 25th June 2018

The following property has now been identified to purchase:

- 62 Bottleacre Lane, Loughborough – 2 bedroom semi detached house

The seller of the property has accepted an offer of £139,000

A Condition Survey and Valuation have been satisfactorily completed.

Comments from HR

Not applicable

Financial Implications

The cost of acquiring this property is £139,000 with associated fees estimated at £2,650 (total cost of £141,650).

In February 2018, Cabinet approved a budget of £1,953,000 for 2018-2019 and £1,856,000 for 2019-2020 to support delivery of the Housing Acquisition Policy in acquiring additional HRA properties for rent.

To date the Council has purchased 2 other properties for the sum £316,285, including fees, thereby leaving a balance of £1,636,715 available funds for 2018-2019.

A separate Delegated Decision is currently being considered to acquire 1 other property at a cost of £178,000 plus associated fees of £2,650 (total cost of £180,650).

The cost of acquiring both properties is £322,300 including associated fees.

There is sufficient budget to cover the cost of acquiring 62 Bottleacre Lane, Loughborough and the additional property under consideration.

Risk Management

No risks identified

Key Decision:

Yes, but exempted from call-in. See agenda item 14, Full Council meeting dated the 6th November 2017.

Background Papers:

Housing Acquisition Policy approved by Cabinet on the 10th May 2018