

THIS AGREEMENT is made the 10<sup>th</sup> day of May 2013

BETWEEN:

- (1) W. WESTERMAN LIMITED (Company Registered Number: 0406312) whose registered office is at 158 Bye-Pass Road, Chilwell, Nottingham, NG9 5HQ (the Owner)
- (2) ASHFIELD DISTRICT COUNCIL of Council Offices, Urban Road, Kirby-in-Ashfield, Nottinghamshire, NG17 8DA (the Council)

**1. Definitions**

IN THIS AGREEMENT the following words and phrases shall have the following meaning:-

1.1 "the Act" means Town and Country Planning Act 1990 (as amended) and terms not otherwise defined in this Agreement have the meaning ascribed to them in the Act unless a contrary intention appears

1.2 "Affordable Housing Units" means the eight Dwellings designated as the Affordable Housing Units on the Layout Plan and which are to be provided by the Owner in accordance with the terms of Clause 6 and the Third Schedule

1.3 "agreed" or "approved" means agreed or approved in writing and given for the purpose of this Agreement and where this Agreement requires any matter to be approved by the Council such approval shall not be unreasonably withheld or delayed

1.4 "the Application" means the Planning Application dated 17<sup>th</sup> December 2012 in respect of the Proposed Development to which has been allocated the Council's Planning Application Reference No. 2012/0580

1.5 "the Application Site" means the land for which planning permission is sought to carry out the Proposed Development and which is shown for the purposes of identification only edged red on the Plan

1.6 "Dwelling(s)" means (a) separate residential unit(s) and shall include both Affordable Housing Unit(s) and non-Affordable Housing Unit(s)

1.7 "Eligible Household(s)" means a person or household identified in accordance with the Registered Provider's selection criteria as being in need of affordable housing

1.8 "Intermediate Housing" means housing at prices and rents above those of social rent, but below market price or rental, and including shared equity/ownership products (e.g. Homebuy), or other low cost homes for sale and intermediate rent.

1.9 "the Layout Plan" means the layout plan drawing number 1026/30 dated 22.03.13 attached to this Agreement and references to Plot numbers are to the plots and house types shown and numbered on that plan.

1.10 "non-Affordable Housing Units" means the Dwellings to be constructed on the Application Site which are to be offered for sale at 100 per cent of the then prevailing Open Market Value excluding the Affordable Housing Units

1.11 "the Obligations" means the planning obligations contained or referred to in the First and Third Schedules to this Agreement

1.12 "Open Market Value" means the estimated price or premium for which the sale of the freehold estate or the grant of a long leasehold interest in land (not being a rack rented lease) for the use thereof specified in this Agreement should complete on the date of valuation between a willing buyer and a willing seller in an arms length transaction after proper marketing wherein the parties had each acted knowledgeably, prudently and without compulsion

- 2.1 The Owner is registered at H.M. Land Registry as the proprietor of the Application Site with title absolute under title number NT 469105
- 2.2 Beck Haynes Associates have submitted the Application
- 2.3 The Council is the Local Planning Authority for the purposes of the Act for the area in which the Application Site is situated

WHEREAS:-

**Recitals**

2.

- 1.13 "the Plan" means the plan attached to this Agreement
- 1.14 "the Planning Permission" means the grant of Planning Permission pursuant to the Application
- 1.15 "the Proposed Development" means a residential development of thirty Dwellings and the creation of a new access road as more particularly described in the Application
- 1.16 "Registered Provider" means a provider of social housing for the time being entered on the register of providers of social housing maintained pursuant to Section 111 of the Housing and Regeneration Act 2008
- 1.17 "Social Rented Housing" means rented housing owned and managed by Registered Providers, for which guideline target rents are determined through the national rent regime or provided under equivalent rental arrangements agreed by the local authority or with the Homes and Communities Agency as a condition of grant funding
- 1.18 Any reference to any statutory body (other than the parties to this Agreement) shall include any body to which (whether before or after the making of this Agreement) the relevant powers or duties of that statutory body shall be transferred.

2.4 The Council's Local Plan Review adopted in November 2002 contains inter alia Policy HG6 (Public Open Space) and TR6 (Transport Provision) and the Council has adopted a Supplementary Planning Document entitled 'Affordable Housing' in July 2009

2.5 The Council acting through the delegated powers of its Head of Land and Property has resolved to grant the Planning Permission for the Proposed Development in accordance with the Application and subject to the terms of this Agreement without which the Planning Permission would not be granted

2.6 The Owner has agreed to enter into this Agreement for the purpose of procuring the issue of the Planning Permission

3. **Enabling Powers**

The parties hereto enter into this Agreement under and pursuant to Section 106 of the Act.

4. **Planning Obligations**

4.1 The Obligations are planning obligations for the purposes of Section 106 of the Act to the intent that the Obligations shall be binding and enforceable without time limit against the Owner and any persons deriving title from him in the manner specified in Section 106 of the Act.

4.2 The Council is the Authority entitled to enforce the Obligations.

5. **Conditionality**

The Obligations are conditional upon the issue of the Planning Permission.

6. **Covenant**

The Owner hereby covenants with the Council pursuant to Section 106 of the Act that the Application Site shall be subject to the Obligations and that the Owner will at his own expense duly carry out and perform the Obligations

## 7. Agreements and Declarations

It is agreed and declared as follows:

7.1 Any reference to a party to this Agreement shall where the context so admits include their successors in title and assigns

7.2 Words importing one gender shall be construed as importing any gender, and words importing the singular shall be construed as importing the plural and vice versa

7.3 No person shall be liable for breach of covenant contained in this Agreement after he shall have parted with all interest in the Application Site or the part in respect of which such breach occurs but without prejudice to liability for any subsisting breach of covenant prior to parting with such interest

7.4 The provisions of the Second Schedule shall apply to any monies paid pursuant to the First Schedule

7.5 If the Planning Permission having been granted shall expire before the Proposed Development is begun, or shall at any time be revoked, this Agreement shall forthwith determine and cease to have effect

7.6 Nothing in this Agreement shall prohibit or limit the right to develop any part of the Application Site in accordance with a planning permission (other than the one relating to the Proposed Development as specified in the Application) granted after the date of this Agreement

7.7 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 against each individually

7.8 The Agreement is a Local Land Charge and shall be registered as such

8. Costs

The Owner shall on the execution of this Agreement pay the Council's costs incurred in the preparation and settlement of this Agreement in the sum of £1,025.00

**IN WITNESS** whereof the parties have executed this Agreement as a Deed the day and year first before written

Date: 15 Jan 2013

Scale: 1 to 1,250



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Ordnance Survey 100024849

# Ashfield



Section 106 Plan  
Land off Portland Road, Selston  
V/2012/0580

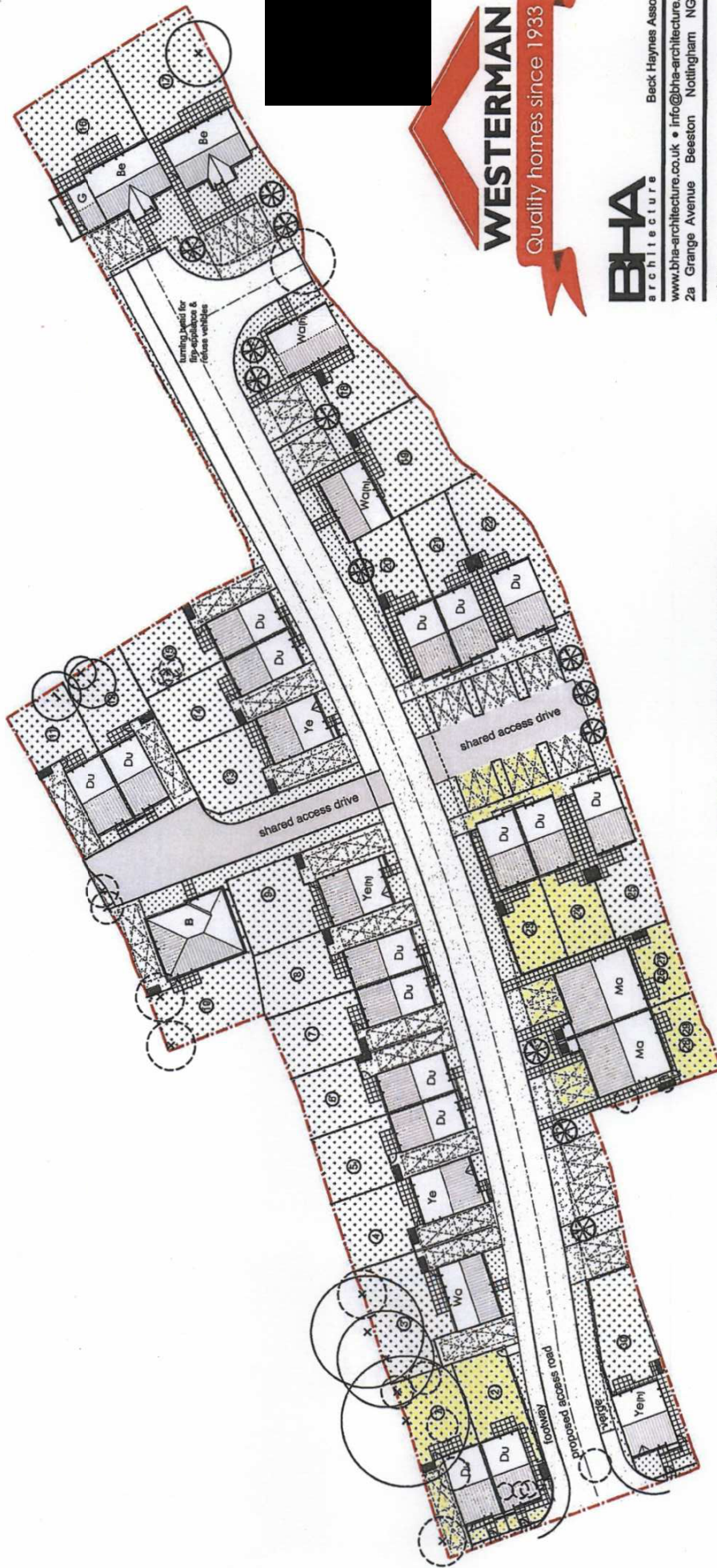


Authorised Officer

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revision: \_\_\_\_\_ date: \_\_\_\_\_




 PLOTS TO BE ALLOCATED TO  
 AFFORDABLE HOUSING

**BHA**  
 ARCHITECTURE

Beck Haynes Associates  
 www.bha-architecture.co.uk • info@bha-architecture.co.uk  
 2a Grange Avenue Beeston Nottingham NG9 1GJ

project: Proposed Residential Development,  
 Land off Portland Road, Selston.

Drawing: Affordable Housing Allocation  
 purpose: planning

Client: W Westerman Ltd  
 date: 22.03.13 scale: 1:500

rev: 30  
 plot size: (A3)



## FIRST SCHEDULE

### THE OBLIGATIONS

Prior to the commencement of the Proposed Development there shall be paid as a commuted sum to the Council:

1. For the improvement of existing open space and/or the provision of new open space and or the planting of community woodland within the administrative district of Ashfield in Nottinghamshire the sum of SEVENTY-FIVE THOUSAND POUNDS (£75,000) ("the POS Sum")

2. For integrated transport improvements and initiatives within the administrative district of Ashfield the sum of TWELVE THOUSAND SIX HUNDRED AND TWENTY-FOUR POUNDS (£12,624.00) ("the Transport Contribution")

3. Where any amount is payable pursuant to the provisions of this First Schedule the amount to be paid shall be adjusted for inflation in accordance with the following formula :-

$$(P + A) \times B$$

Where:-

P = the amount payable pursuant to this First Schedule  
A = the 'all items' figure of the Retail Prices Index published by the Office for National Statistics or any successor body (the 'RPI figure') in respect of the month of February 2013.  
B = the RPI figure for the month in which the relevant payment is made or (if earlier) falls due to be made

But so that if at any time B shall be less than A the amount payable pursuant to the relevant paragraphs as the case may be shall nevertheless be paid in full without reduction

PROVIDED ALWAYS that :

- (a) if such sum(s) or any part thereof shall not be paid before the actual commencement of the Proposed Development it shall carry interest at 8% per annum from the date of actual commencement until actual payment and no Dwelling to be built upon the Application Site shall be occupied whilst such sum(s) or any part thereof (including interest as aforesaid) remains unpaid.
- (b) payment of the commuted sum(s) shall not in itself constitute commencement of the Proposed Development for the purposes of implementing the Planning Permission

## SECOND SCHEDULE

### TREATMENT OF COMMUTED SUMS

The following provisions shall apply to any sum paid pursuant to the First Schedule:-

1. Any POS Sum or Transport Contribution received by the Council shall be ring fenced and be spent only in accordance with the following provisions of this Schedule and shall be kept at all times in an interest bearing account until used for the purposes herein specified.
2. The POS Sum shall only be spent for the purposes mentioned in Policy HG6 of the Council's Local Plan Review
3. The Transport Contribution shall only be spent for the purposes mentioned in Policy TR6 of the Council's Local Plan Review

4. If any POS Sum or Transport Contribution has not been used by the Council by the fifth anniversary of the date on which payment was made then upon receipt by the Council of written notice by the Owner requiring that such POS Sum or Transport Contribution be repaid the Council shall repay it (together with interest that has accrued thereon) to the Owner. For the avoidance of doubt, any part of a POS Sum or Transport Contribution spent by the Council after the fifth anniversary of the payment but before the Council is served with written notice pursuant to this paragraph shall not have to be repaid to the Owner

5. At any time prior to the fifth anniversary of the making of a POS Sum or Transport Contribution the Council shall upon written request by the Owner supply to the Owner reasonable short particulars of any expenditure from that POS Sum or Transport Contribution made by the Council pursuant to the provisions of this Schedule provided that the Council shall be under no further obligation to answer any such request after they have given sufficient particulars pursuant to this paragraph showing that the whole of such POS Sum or Transport Contribution as the case may be has been expended.

6. For the purposes of this Second Schedule 'Owner' shall mean the Owner by whom the payment is actually made and not their successors in title

## THIRD SCHEDULE

### AFFORDABLE HOUSING OBLIGATIONS

1. Subject to the provisions of this Schedule the Owner shall construct on the Application Site a total of eight Affordable Housing Units as part of the Proposed Development such units to be constructed in accordance with the plans submitted with the Application and approved pursuant to the Planning Permission and which are shown as plots 1, 2, 23, 24 and 26-29 (all numbers inclusive) on the Layout Plan and the Owner may not dispose of such units save in accordance with the following terms of this Schedule

2. All Affordable Housing Units shall:

- 2.1. be built out to a standard capable of meeting the requirements of the Homes and Communities Agency (or any authority which hereinafter assumes the Agency's statutory duties and functions) and which are subsidised housing which meets the needs of Eligible Households at a cost low enough for them to afford, determined with regard to local incomes and local house prices, in accordance with the definition in Annex 2 of the National Planning Policy Framework (or any future guidance or initiative that replaces or supplements it); and

- 2.2. be provided with a vehicular access foul and surface water sewers and water gas electricity and telecommunication service systems linking in each case to the estate roads sewers and service systems to be constructed and laid as part of the remainder of the Proposed Development and connected ultimately to highways and sewers maintainable at the public expense.

3. The Owner shall not permit the first occupation of more than 11 of the non-Affordable Housing Units to be built on the Application Site pursuant to the Application until the Affordable Housing Units to be erected on the Application Site have been transferred in accordance with clause 4 to a Registered

Provider drawn from a list of Registered Providers approved in writing by the Council

4. The transfer(s) to the Registered Provider shall be in a form approved by the Council's Solicitor and on terms that will ensure that 75% of the Affordable Housing Units are made available as Social Rented Housing with the remaining Affordable Housing Units being provided by way of Intermediate Housing

5. Beginning not later than the date of Commencement of the Proposed Development the Owner shall enter into negotiations with a Registered Provider or Providers drawn from the Council's approved list or such other Registered Provider(s) as may be approved in writing by the Council for the transfer to that Registered Provider or Providers of the Affordable Housing Units. The negotiations shall be pursued by the Owner in good faith and details shall be supplied to the Council upon written request.

6. Provided always that the Owner shall have complied with clause 5 in respect of the Application Site but no approved Registered Provider has been approved by the Council or no Registered Provider is willing to take a transfer of the Affordable Housing Units on the Application Site by the date when 50% of the non-Affordable Housing Units have been occupied the restrictions on transfer of the non-Affordable Housing Units contained in clause 3 may be varied by the Owner giving written notice to the Council that with effect from the date of such notice the provisions of clause 7 following shall apply instead of the said clause 3

7. From the date of a notice given pursuant to clause 6 the Owner may transfer the Affordable Housing Units to any Registered Provider and upon such terms as the Council acting reasonably may agree and upon the making of such a transfer the restrictions on occupation of the non-Affordable Housing Units on the Application Site shall cease

8. If not less than six months have elapsed from the giving of a notice pursuant to clause 6 and the Owner shall have been unable to transfer any of the Affordable Housing Units pursuant to clause 7 the Owner shall then be free to make first disposal of dispose of such units to

8.1. a Registered Provider on such terms as may be agreed between the Owner and the Registered Provider; or

8.2. the Council; or

8.3. any other organisation or body whose principal business is the provision of affordable housing on such terms as may be agreed between the Owner and that body; or

8.4. a person or persons approved by the Council as being on the housing register for the time being of the Council or in need of housing accommodation of the type which it is proposed to transfer to him and always provided that any transfer made pursuant to this sub-clause 8.4 is of the freehold interest and on the following terms:

8.4.1. the maximum price payable to the Owner in respect of the sale of an Affordable Housing Unit shall not exceed 75% of the Open Market Value as certified by a Surveyor drawn from a list prepared by the Council or in default of preparing or maintaining such a list who practices within a 15 mile radius of the Application Site

8.4.2. The transfer to a person specified in this sub-clause 8.4 shall contain a covenant binding on the transferee and all subsequent transferees for a period of thirty years from the date of the first transfer by the Owner that

8.4.2.1. no subsequent transfer shall take place within the said period of thirty years save a disposal of the freehold or leasehold interest in the Affordable Housing Unit at a price or premium which does not exceed 75% of the Open Market Value of the said Unit at the date of disposal as certified by a Valuer or Surveyor in the manner described in 8.4.1, and

8.4.2.2. no letting of the Affordable Housing Unit shall take place within the said period except at a rental not exceeding 75% of the market rental income for a property of that

type as certified by a Valuer or Surveyor in the manner  
above described

8.4.3. The transfer to a person specified in this clause 8.4 shall contain a covenant binding on the transferee and all subsequent transferees for a period of thirty years from the date of the first transfer by the Owner that the transferee and any future transferees of the Affordable Housing Unit will procure a direct covenant from each successive transferee in favour of the Council to observe and perform all of the covenants specified in this sub-clause 8.4 and all of its sub-sub-clauses and sub-sub-sub-clauses

8.4.4. The transfer to a person specified in this sub-clause 8.4 shall contain a covenant binding on the transferee and all subsequent transferees for a period of thirty years from the date of the first transfer by the Owner that the transferee and any future transferees of the Affordable Housing Unit will on each transfer of the Affordable Housing Unit apply to the Chief Land Registrar for the following Restriction to be entered in the Register of the title in the property:-

"No disposition of the registered estate (other than a charge) by the proprietor of the registered estate is to be registered without a certificate signed by the applicant for registration or his conveyancer that provisions of paragraph 8.4 of the Third Schedule an Agreement dated \_\_\_\_\_ and made under Section 106 of the Town and Country Planning Act 1990 between W Westerman Limited (1) and Ashfield District Council (2) have been complied with"

8.4.5. Nothing in the Transfer shall operate to restrict delay limit or prevent the immediate occupation or disposal of any Affordable Housing Units to or by a person and those living with him where such occupation or disposal arises as a result of a Court Order or any other statutory provision or presumption or will or intestacy but



subject always to the strict compliance by any transferee of the legal estate with the provisions of this sub-clause 8.4 before any further disposal for value of the legal estate takes place

9 If not less than twelve months have elapsed from the giving of a notice pursuant to clause 6 the Owner may dispose of the freehold interest in any of the Affordable Housing Units to any person (whether or not that person qualifies with the requirements of sub-clause 8.4) provided that the transfer to him complies in all respects with the requirements of the said sub-clause 8.4, its sub-sub-clauses and sub-sub-sub-clauses

10 If at any stage the Owner and the Council so agree any of the Affordable Housing Units may be sold in the open market without restriction and the Owner shall be entitled to retain the proceeds of sale therefrom save that the Owner shall pay to the Council not later than 14 days from the date of the legal completion of the relevant sale a sum equal to 40% of the agreed value of the Unit inclusive of standard fixtures and fittings but disregarding the value of any additions made thereto or extras included by the Owner as part of the sale and always provided that

10.1 Any sums paid to the Council pursuant to clause 10 shall be held by them in an interest bearing account and shall be applied solely for the purpose of providing affordable housing be it for rental shared ownership or discounted market sale within the District of Ashfield

10.2 If any of the sums paid to the Council for the purpose of providing affordable housing have not been spent within 5 years of the date of the last such payment then those sums shall be repaid together with interest to the person who paid the sums to the Council and where there is more than one such person the sums paid by each shall be clearly identifiable whether held in the same account or not

11 The covenants within this Schedule are not intended to bind:

11.1 any person owning the freehold or leasehold of an individual Affordable Housing Unit including any mortgagee of any such person save where an Affordable Housing Unit is acquired by such person pursuant to the

provisions of paragraphs 8 and 9 above in which case the restrictions in paragraphs 8 and 9 shall apply; or

11.2 a tenant of an individual Affordable Housing Unit exercising a right to buy or right to acquire pursuant to any statutory right to acquire;

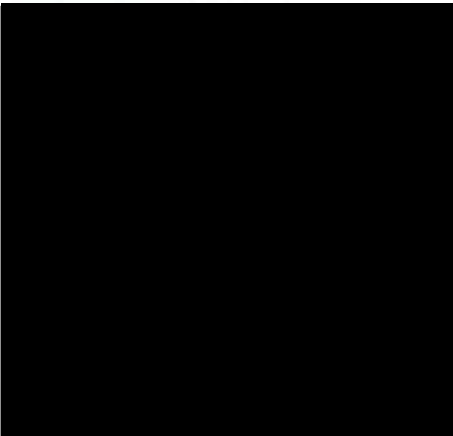
11.3 any mortgagee in possession exercising a power of sale under their mortgage or any purchaser from or successor to such mortgagee or any receiver appointed by such mortgagee in possession

11.4 any successor in title to a person to an Affordable Housing Unit which has ceased to be bound by the covenants of this Schedule by virtue any of sub-paragraphs 11.1, 11.2 or 11.3 above.

**EXECUTED AS A DEED by the said  
W. WESTERMAN LIMITED  
acting by two Directors or a  
Director and its Secretary**

Director

Director /



**EXECUTED AS A DEED by  
ASHFIELD DISTRICT COUNCIL  
having affixed its COMMON SEAL  
to this deed in the presence of**