AUDIT COMMITTEE

18 DECEMBER 2014

REPORT OF CORPORATE DIRECTOR (LIFE OPPORTUNITIES)

A.3 HOUSING DEVELOPMENT IN THE TENDRING DISTRICT

(Report prepared by Richard Barrett)

PART 1 – KEY INFORMATION

PURPOSE OF THE REPORT

To present to the Committee an update on the various housing new build, acquisition and development projects in the District.

EXECUTIVE SUMMARY

- Following changes to the financing of Council housing within the Housing Revenue Account, it is now financially viable for local authorities to add to their existing stock
- £1.000m per year is currently being set aside within Housing Revenue Account as a contribution to capital investment into new build or acquisition projects.
- To date a number of projects have been completed with the first phase of the Jaywick Project, which relates to the potential acquisition of a number of sites in the area, remaining in progress.

RECOMMENDATION(S)

That the Committee reviews and notes the update on housing development within the District.

PART 2 – IMPLICATIONS OF THE DECISION

DELIVERING PRIORITIES

The delivery of good quality housing in the district is a key priority for the Council.

The acquisition of the sites in the Jaywick area would help to meet housing need in Tendring, would help to kick-start regeneration and helps to achieve one of the Council's objectives of delivering at least five units of council housing accommodation.

FINANCE, OTHER RESOURCES AND RISK

Finance and other resources

Budgetary provision of £1 million has been set aside within the Housing Revenue Account for the acquisition or building of council properties in 2014/15. The Council also has borrowing headroom within the Housing Revenue Account in the event that this is required to either acquire sites or directly develop them and has carried forward a capital balance from 2013/14's acquisition or new build budget.

Risk

There are no direct risks associated with this report although such matters will feature as an important element of the development of specific housing initiatives and projects along with any associated decisions.

The Jaywick Project and other housing development in the District is included as an activity within the Annual Governance Statement outstanding items list that is reported to the each meeting of the Committee.

LEGAL

The Council has the power under Section 17 of the Housing Act 1985 to acquire land, houses or buildings for housing purposes.

In accordance with the Constitution, Cabinet can authorise the acquisition of the land under its terms of reference and the Property Dealing Procedure.

OTHER IMPLICATIONS

Consideration has been given to the implications of the proposed decision in respect of the following and any significant issues are set out below.

Crime and Disorder / Equality and Diversity / Health Inequalities / Area or Ward affected / Consultation/Public Engagement.

None

PART 3 – SUPPORTING INFORMATION

CURRENT POSITION

Jaywick Project

Cabinet considered a report on 5 September 2014 that set out the initial phase of this project. The delegations agreed included the involvement of the Corporate Directors for Corporate Services and Life Opportunities in consultation with the Council's S151 officer and Monitoring Officer as part of the process of ensuring a robust approach to the delivery of this project.

Work remains on-going on this first phase of work which relates to the acquisition of sites in the Jaywick area.

The longer term aspiration of facilitating development or directly developing the sites will be subject to further decision making and business planning processes. This may involve a mix of options that will need to be considered against the context of the Council's overall financial position and housing revenue account's long term business plan, along with potential funding options that could include prudential borrowing.

In addition to the above, an £85,000 highway bell-mouth improvement scheme on the Brooklands Estate is currently being progressed. This scheme involves bell-mouth reconstruction and patching and repairs to defective street lights. This scheme is fully funded by a grant from Essex County Council.

Other Housing Projects in the District

Victoria Court, Walton - the acquisition of this block of 6 flats was completed in 2013/14 and are now occupied by housing tenants.

Hastings Place, Brightlingsea - the construction of 2 houses is now complete with tenants recently moving in to the properties.

Berkeley Road, Clacton - This property was acquired under compulsory purchase order powers with the tender for the necessary remedial works recently being completed. Work is due to start shortly.

APPENDICES		
None		

BACKGROUND PAPERS FOR THE DECISION

None