## THIS DEED is made the 9 day of JULY 2004 BETWEEN

1 THE RYEDALE DISTRICT COUNCIL whose principal office is at Ryedale House Malton in the County of North Yorkshire YO17 7HH ("the Council')

2 WHARFEDALE HOMES LIMITED whose Registered Office is at 20 Sandbeck Park, Sandbeck Lane, Wetherby, West Yorkshire. LS22 7TW ("the Owner")
3 HSBC BANK PLC of Sheffield Securities Processing Centre Ground Floor, 79 Hoyle Street, Sheffield S3 7EW ("the Mortgagee")

DEFINITIONS
In this Agreement the following expressions shall have the following meanings:-
"the Affordable Rented
Dwellings"
"the Discount for Sale
Unit"
"Affordable Rent"
"Council Solicitor"
means the two 1 bed Flats and two 2 bed flats to be constructed pursuant to Part 1 of the Third Schedule of this Agreement. means the 3 bedroomed semi-detached dwelling to be constructed pursuant to Part 2 of the Third Schedule of this Agreement means a rent which is comparable to the average rent charged in the Ryedale District Council administrative area by Registered Social Landlords for properties of an equivalent type, age and floor area and which sum shall be agreed for lettings between the Housing Services Manager and the Registered Social Landlord and thereafter any increases or decreases in accordance with the Registered Social Landlords rent setting policy and the Housing Corporation guidance at the time. means the Council Solicitor for the time being for Ryedale District Council or such other Officer as may from time to time be primarily responsible for the provision of legal advice to the Council.

| "Development Control | means the Development Control Manager for <br> Manager" <br> Ryedale District Council or such other Officer <br> as may from time to time be nominated by |
| :--- | :--- |
| him. |  |
| "Eligible Occupiers" | means a person or household identified in <br> accordance with the provisions of the Fifth |
| Schedule to this Agreement |  |

## RECITALS

(1) The Council is the Local Planning Authority for the purposes of this Agreement for the area within which the property described in the First Schedule ("the Property") is situated
(2) The Owner is the owner in fee simple in possession of the Property shown for the purposes of identification edged in Red. on Plan 1 (subject as hereinafter mentioned but otherwise) free from encumbrances
(3) The Mortgagee is mortgagee of the Property under Legal Mortgages dated the 21 day of November 2003 and the 24 day of October 2003 both
made between the Owner of the one part and the Mortgagee of the other part
(4) The Owner has applied to the Council for permission to develop the Property in the manner and for the uses set out in Second Schedule hereto ("the Proposed Development")
(5) The Council is satisfied that the performance by the Owner of the covenants herein will remove certain arguments against or objections to the Proposed Development which would without the execution of this Agreement have led to the refusal of consent for the Planning Application
(6) The Owner has agreed to enter into this Agreement with the Council and be bound by and observe and perform the covenants agreements conditions and stipulations hereinafter contained and on his part to be observed and performed
(7) The Mortgagee has agreed to join herein in manner hereinafter appearing

NOW THIS DEED WITNESSES as follows:-
1 THIS Agreement is made pursuant to Section 106 of the Town \& Country Planning Act 1990 as amended ("the 1990 Act") Section 111 of the Local Government Act 1972 and all other powers the parties hereunto enabling and the covenants in this Agreement are planning obligations for the purpose of the 1990 Act which are enforceable by the Council
2 2.1 THE Owner covenants with the Council that:
2.1.1 the Property shall be permanently subject to the restrictions and provisions regulating the Proposed Development and use thereof specified in the Third Schedule hereto and
2.1.2 that in relation to the Property the works and other matters specified in the Third Schedule shall be carried out in accordance with that Schedule
2.2 THE Mortgagee hereby consents to the execution of this Deed and acknowledges that subject as herein provided the land shall be bound by the restrictions and obligations contained in the Third Schedule hereto

3 IT is agreed and declared as follows:-
3.1 The expressions "the Council" and "the Owner" and "the Mortgagee" shall include their respective successors in title and assigns
3.2 The Owner hereby agrees to carry out the Proposed Development in strict conformity with the plans and specifications and particulars submitted in connection with the Planning Application and to use the Property and all erections to be made thereon in strict accordance with this Agreement and not otherwise
3.3 For the purpose of such parts of this Agreement as may be subject to the Rule Against Perpetuities that part of the Agreement shall remain in force for the period of eighty years from the date hereof
3.4 The Owner shall on execution of this Agreement pay to the Council a fee to cover the Council's legal costs
3.5 The Owner shall indemnify and keep indemnified the Council against all damages costs charges losses demands expenses or action sustained by the Council arising from any breach of this Agreement by the Owner
3.6 The Mortgagee consents to the Owner entering into this Agreement to the intent that the Property shall hereafter always be subject to the terms of the Agreement PROVIDED THAT the Mortgagee shall only be liable for any breach occurring by reason of any act default or omission in respect of any provisions of this Agreement during such period (if any) as the Mortgagee is a mortgagee in possession of the Property PROVIDED ALWAYS that the successors in title to the Mortgagee shall become fully liable for any breach of this Agreement
3.7 In this Agreement words importing the masculine gender shall include the feminine gender and vice versa and words importing the singular number shall include the plural number and where there are two or more persons included in the expression "the Owner" covenants expressed to be made by or with the Owner shall be deemed joint and several
3.8 A person who is not a party to this Deed shall have no right under the Contracts (Rights of Third Parties) Act 1999 ("the Act") to enforce any of its terms but for the avoidance of doubt it is agreed that the exclusion of the application of the Act shall not prevent all or any future successors in title to any of the parties to this Deed from being able to benefit from or to enforce any of the obligations in this Deed
3.9 For the purpose of avoidance of doubt and subject to clause 3.10 hereof the requirements of this Agreement shall bind the Property and remain in full force and effect until formally varied by agreement of the parties or by the Secretary of State
notwithstanding that the Planning Application and any plans submitted with the same shall have lapsed or shall have been amended superseded renewed or resubmitted
3.10 This Agreement is a local land charge and shall be registered as such and shall come into full force and effect when the Proposed Development is commenced and not otherwise

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

## THE FIRST SCHEDULE

[the Property]
ALL THAT piece of land TOGETHER WITH buildings erected thereon situate at and known as Land between Feversham Drive and Piercy End New Road Kirkbymoorside York shown edged in red on Plan 1

THE SECOND SCHEDULE
[Particulars of the Proposed Development]
Residential Development

## THE THIRD SCHEDULE

[The Obligations]

## Part 1

## 1 Open Space

The Owner covenants:-
1.1 that as soon as possible after the date hereof and in any event within four weeks of the date hereof he will simultaneously submit to the Development Control Manager for his written approval written proposals and specification for the landscaping of an open space area to be provided on the Property shown edged in red on Plan 2 annexed hereto such specification to include the layout leveling top-soiling and turfing or seeding of the open space.
1.2 Not to permit cause or suffer any dwelling constructed on the Property to be occupied until the proposals and specification have been approved.
1.3 That following approval of the open space proposals and specification hereafter called 'the Approved Specification' in accordance with section 1.1 above
1.3.1 to implement and complete the Approved Specification to the reasonable satisfaction of the Development Control Manager prior to the occupation of the first dwelling to be erected on the Property.
1.3.2 to maintain the Open Space in good condition for a period of twelve months from the date of completion of the Approved Specification works to the reasonable satisfaction of the Development Control Manager and to re-sow any grass and replace any trees plants or shrubs thereon that have died or become diseased within that period.
1.3.3 That immediately following the twelve months maintenance period to transfer the Open Space for the sum of one pound ( $£ 1.00$ ) to the ownership of the Council or its nominee, together with the payment of the Commuted sum for future maintenance of the Open Space calculated in accordance with the Fourth Schedule to this Agreement
1.4 The Council and the Owner acknowledge that the Open Space provided pursuant to this agreement satisfies the Councils requirement for open space in respect of the Property together with the land edged in brown on Plan 1 if an application is made to the Council in the future to develop that land.

Part 2
2 Affordable Housing
The Owner covenants to provide five Affordable Housing Units in accordance with the provisions in Parts 2 and 3 to this schedule.

The Owner covenants:-
2.1 to build the Affordable Rented Dwellings in accordance with such specifications and standards as may from time to time be published by the Housing Corporation and,
2.1.1 to ensure that no Open Market Dwelling is completed until the he has entered an agreement with the nominated Housing Association and approved by the Council Solicitor for the construction by him for that Housing Association of the Affordable Rented Dwellings and the transfer of these Units to the Housing Association.

Dwellings calculated in accordance with the Sixth Schedule to this Agreement.

Part 3
3 Disposal of the Discount Sale Dwelling
The Owner covenants with the Council as follows:
3.1 To construct and complete at its own cost the Discount Sale Dwelling on the Land by the occupation of last dwelling constructed on the Land pursuant to the Planning Permission.
3.2 For a period commencing six months before the estimated date for completion of the Discount Sale Dwelling and ending on the date two months after the completion of the Discount Sale Dwelling ("the Marketing Period") the Owner shall at its own cost use reasonable endeavors to market the Discount Sale Dwelling such marketing to include advertising promoting and administering sales of each of the Discount Sale Dwelling on behalf of the Housing Association.
3.3 As a result of the marketing referred to at clause 3.2 above the Owner will collate the details of persons who may subsequently be approved by the Housing Association and the Housing Services Manager as Eligible Occupiers and will forward such details to the Housing Association within 5 working days of receiving such details.
3.4 If the persons identified in accordance with clause 3.3 above are approved by the Housing Association the Owner shall offer to sell the Discount Sale Dwelling to the Housing Association.
3.5 The offer referred to at clause 3.4 above shall include but shall not be limited to the following terms:
3.5.1 The Discount Sale Dwelling shall be offered for sale to the Housing Association for $£ 75,000.00$ or at $60 \%$ of Open Market Value, whichever is the lower; and
3.5.2 Contracts to be exchanged within two months of the date of acceptance of the offer by the Housing Association.
3.6 The Owner shall leave the offer referred to at clause 3.4 above open for acceptance by the Housing Association for a period of 28 days from the date of the offer.
3.7 In the event the offer referred to in clause 3.4 above is rejected by the Housing Association or is not accepted by the Housing Association
2.1.2 to ensure that one of the Affordable Rented Dwellings to be built on the Property is completed and available for occupation prior to the occupation of forty percent (40\%) of the Open Market Dwellings
2.1.3 to ensue that two of the Affordable Rented Dwellings to be built on the Property are completed and available for occupation prior to the occupation of sixty six per cent (66\%) of the Open Market Dwellings
2.1.4 to ensure that the remaining Affordable Rented Dwellings to be built on the Property are completed and available for occupation prior to the occupation of ninety five per cent ( $95 \%$ ) of the Open Market Dwellings.
2.1.5 to transfer the Affordable Rented Dwellings on or before the occupation of fifty percent of the Open Market Dwellings to the Housing Association for a price of not more than $£ 283,400.00$ which enables the Housing Association to charge an Affordable Rent
2.1.6 to ensure that it is a term of the sale of the Affordable Rented Dwellings that the Housing Association shall not dispose of or cause or permit the disposal of the Affordable Rented Dwellings other than for the purpose of providing tenancies at an Affordable Rent to Eligible Occupiers as determined by The Fifth Schedule to this Agreement
2.1.7 that before the Affordable Rented Dwellings are transferred pursuant to clause 2.1 .5 of this schedule they are fully serviced and accessible by vehicles and pedestrians.
2.1.8 to supply within 14 working days from the date of the Transfer transferring the Affordable Rented Dwellings to the Housing Association a copy of that Transfer to the Council.
2.2 In the event that the Owner fails to transfer the Affordable Rented Dwellings to a Housing Association or alternative Registered Social Landlord pursuant to clause 2.1 .5 of this schedule and the Council Solicitor is satisfied that the Owner has exhausted every avenue available to him to secure the transfer the Owner will pay to the Council a commuted sum in lieu of the provision of the Affordable Rented
3.10.3 The Owner shall pay to the Council within 28 days of the date of sale on the open market of the Discount Sale Dwelling that has not been disposed of to the Housing Association a sum in lieu of the Discount Sale Dwelling that has not been disposed of and the sum shall be calculated in accordance with the provisions of the Sixth Schedule.
3.10.4 On payment of the sum referred to in clause 3.10 .3 above the Owner shall be released from the affordable housing obligations in this clause 3 in their entirety in so far as they relate to the relevant unit in respect of which a commuted sum has been paid pursuant to clause 3.10 .3 above PROVIDED ALWAYS that the provisions of clause 3.11 shall continue to apply to any of the Discount Sale Dwelling that have been disposed of to the Housing Association.
3.11 The following provisions shall only apply and regulate the future disposals of any of the Discount Sale Dwelling disposed of to the Housing Association by the Owner:
3.11.1 The freehold interest in any of the Discount Sale Dwelling shall not be subsequently transferred or disposed of other than to a Registered Social Landlord particulars of which will have been previously submitted to an approved in writing by the Housing Services Manager (such approval not to be unreasonably withheld or delayed) nor assigned transferred or disposed of other than to a person or persons approved by the Council and who cannot reasonably afford to purchase a Dwelling of a similar kind generally available on the open market in the district of Ryedale;
3.11.2 The leasehold interest of any of the Discount Sale Dwelling disposed of in accordance with clauses 3.3 to 3.8 above shall not subsequently be assigned transferred or disposed of other than at a price not exceeding $60 \%$ of the Open Market Value;
3.11.3 When the Discount Sale Dwelling becomes available for resale the person seeking to re-sell ("the Vendor") will write to the Housing Association informing it and inviting the Housing Association to market the property to the Vendor.
within the 28 day period provided in clause 3.6 above then the offer shall lapse and shall no longer be capable of acceptance and the terms of clause 3.9 below shall apply
3.8 If the Housing Association accepts the offer within the 28 day period provided by clause 3.6 above then the Owner will use reasonable endeavors to exchange contracts for the sale of the unit that was the subject of the offer with the Housing Association within a period of two months from the date of acceptance of the offer by the Housing Association PROVIDED ALWAYS that exchange of contracts with the Housing Association shall take place simultaneously with the exchange of contracts between the Housing Association and the Eligible Occupier (who shall acquire the leasehold interest from the Housing Association)
3.9 If after the two month period referred to at clause 3.8 above contracts have not been exchanged or the offer has lapsed in accordance with clause 3.7 above then the following shall apply:
3.9.1 If the Marketing Period has not expired then the provisions of clauses 3.3 to 3.8 inclusive shall be repeated to the effect that the process shall be recommenced involving a new Eligible Occupier; or
3.9.2 If the Marketing Period has expired then the obligations set out in clauses 3.2 to 3.8 inclusive shall cease to have effect and the provisions of clause 3.10 below shall apply in respect of affordable housing provision.
3.10 If after the Marketing Period has expired any outstanding offers shall continue to be progressed in accordance with clauses 3.5 to 3.8 inclusive and in the event any offers have been rejected or contracts have not been exchanged within the two months period specified in clause 3.8 for any of the Discount Sale Dwelling then the following shall apply:
3.10.1 The Owner will notify the Council in writing that the offers have been rejected or contracts have not been exchanged ("the Notification"); and
3.10.2 Owner shall be entitled to dispose of any of the Discount Sale Dwelling to which this clause applies on the open market from the date of the Notification; and
irrespective of his geographical area of residence who cannot afford to purchase Dwelling of a similar kind generally available on the open market in the district of Ryedale.
3.11.8 If despite the Vendor using reasonable endeavors cannot dispose of the relevant unit within 24 weeks of it being offered for sale and complying with the provisions of Clauses 3.11 .1 to 3.11 .7 inclusive above then the Vendor shall be at liberty to dispose of the relevant unit on the open market upon such terms as it thinks fit
3.11.9 In the event of a disposal of the relevant Unit pursuant to paragraph 3.11 .8 the Vendor shall pay a sum to the Council for the attention of the Housing Services Manager representing $40 \%$ of the Open Market Value of the relevant unit.
3.11.10 In the event of a disposal of the relevant unit on the open market in accordance with clause 3.11 .8 and 3.11 .9 the Discount Sale Dwelling shall forthwith cease to be subject to the terms of this planning obligation
3.11.11 In the event that Clause 3.11 .10 becomes effective the Council (or its successor) will upon written request supply to any interested party confirmation of the effect and events of the above and will remove the entry in the Local Land Charges Register and any other entry in any other register open to public inspection
3.11.12 For the Purpose of 3.11 .9 above the Open Market Value shall take no account of any improvements made to the Discount Sale Dwelling (excluding decorative improvements) and the Vendor shall be entitled to retain $100 \%$ of the increase in open market value attributable for such improvements.
3.12 The Owner further covenants that if he is requested to do so by the Housing Association he will offer to Transfer the Discount Sale Dwelling to the Housing Association for a price of not more than $£ 90,000.00$ and in that case the provisions of Part 2 of this Schedule shall cease to apply to the Discount Sale Dwelling and the provisions of
3.11.4 On receiving notification referred to at 3.11 .3 above the Housing Association shall write to the Housing Services Manager and agree with him the criteria which potential occupiers of the Discount Sale Dwelling must satisfy (the Agreed Criteria). The Housing Association will then write people who satisfy the Agreed Criteria giving sales details
3.11.5 During the first 12 weeks that any interest in the Discount Sale Dwelling is offered for sale from time to time it shall not be offered other than to a person or persons residing within the district of Ryedale.
3.11.6 If required by the Council the Vendor shall satisfy the Council that the unit has been actively marketed for a period of at least 16 weeks to persons residing within the district of Ryedale who cannot afford to purchase a Dwelling of a similar kind generally available on the open market in the district.
3.11.7 In the event that any interest is offered for sale in accordance with the provisions of paragraph 3.11.5 and 3.11.6 above and on either:
3.11.7.1 the expiration of the period of 12 weeks there is no buyer who has made an offer to purchase the interest in the relevant unit at a price. not exceeding $60 \%$ of the Open Market Value of such, interest upon the terms that are reasonably acceptable to the Vendor; or
3.11.7.2 if there is such a person who is prepared to proceed on that basis who has not entered into a contract to purchase and which has not been completed at that price upon terms that are reasonably acceptable to the Vendor within 12 weeks of the relevant unit having been placed on the open market for sale pursuant to the provisions of 3.11 .3 to 3.11 .6 above then the Vendor may dispose of his interest in the relevant unit in accordance with 3.11 .5 above to a person

## THE FOURTH SCHEDULE

[Open Space Commuted Sum]
The commuted sum for maintenance of the Open Space shall be calculated as follows:-

The annual maintenance cost (per square meter) multiplied by the total area of the Open Space multiplied by fifteen (being the number of years)
For definition of "maintenance costs" note the following:
1 The maintenance costs may not be the same over the whole of the Open Space but may vary according to the plant material (eg grassed areas or planted with trees or shrubs); and
2 The maintenance costs will be those laid down in the Ryedale District Council Grounds Maintenance Contract current at the time the Open Space is to be transferred in accordance with paragraph 1.3.3 of the Third Schedule

## THE FIFTH SCHEDULE

[Occupancy Criteria]
The Owner shall ensure the Affordable Rented Dwellings are occupied by persons

1. who have for a period of at least 2 years been ordinarily resident within the town of Kirkbymoorside, or
2. who have been permanently employed in the town of Kirkbymoorside for 2 years or more, or
3. if no such person qualifies under clauses 1 or 2 above for occupation a person ordinarily resident in one or more of the following parishes for a period of at least 2 years; Gillamoor, Hutton-Le-Hole, Spaunton, Appleton-Le-Moors, Sinnington, Edstone, Nunnington, Welburn, Nawton, Fadmoor.
4. then any area in the District of Ryedale
5. if no such person qualifies under clause 4 above then persons who have a strong local connection with Ryedale District by one of the following means:-
5.1 family association in the area of Ryedale District,

Part 2 of this Schedule will apply to the Discount Sale Dwelling which will then become a fifth Affordable Rented Dwelling.

Part 4

## 4 Determination of Open Market Value

4.1 For the purposes of clauses 3.5.1
4.1.1 the Open Market Value shall be agreed by the Owner and the Housing Association prior to the date of the offer made pursuant to clause 3.4 above and in default of agreement determined by an independent chartered surveyor appointed by agreement between the Owner and the Housing Association
4.1.2 in the absence of agreement the surveyor shall be appointed by the President of the Royal Institute of Chartered Surveyors
4.1.3 the surveyor shall act as an expert and his decision shall be final and binding and in the absence of a determination by the surveyor his fees shall be borne by the Owner
4.2 For the purposes of clauses 3.11 :
4.2.1 the Open Market Value shall be agreed by the owner of the relevant unit of the Discount Sale Dwelling and the Housing Association prior to the disposal of the relevant unit and in default of agreement determined by an independent chartered surveyor appointed by agreement between the owner and the Housing Association
4.2.2 in the absence of agreement the surveyor shall be appointed by the President of the Royal Institute of Chartered Surveyors
4.2.3 the surveyor shall act as an expert and his decision shall be final and binding and in the absence of a determination by the surveyor his fees shall be borne by the parties in equal shares.
4.2.2 in the absence of agreement the surveyor shall be appointed by the President of the Royal Institute of Chartered Surveyors
4.2.3 the surveyor shall act as an expert and his decision shall be final and binding and in the absence of a determination by the surveyor his fees shall be borne by the parties in equal shares.
5.2 any period of ordinary residence in the area of Ryedale District not immediately before the date on which any Affordable Housing Unit becomes vacant, or
5.3 through their work provide important services to Ryedale District and who need to live closer to the local community or who have employment within the area of Ryedale District

## THE SIXTH SCHEDULE

[Affordable Housing Commuted Sum]
The commuted sum payable in lieu of Affordable Housing Unit shall be calculated as follows:-

> Total Number of Dwellings
> X
> \% of affordable homes sought

X
the relevant total cost indicator (TCI)

## X

the relevant Social Housing Grant (SHG) rate
$=$ Sum Payable

The SHG rate and the TCIs are reviewed annually and provided by the Housing Corporation. They can be obtained from Ryedale District Council. The sum payable will be based on the figures applicable in the financial year in which the payment is actually made. Different dwelling types/sizes have their own TCIs. Therefore payment in lieu of provision from sites where a range of dwelling types/sizes would be required, the number of each dwelling type required will be multiplied by its own TCI and the sub-totals added to give a total figure. This figure would then be multiplied by the relevant SHG rate to calculate the sum payable.

THE COMMON SEAL of THE ) RYEDALE DISTRICT COUNCIL )
was hereunto affixed and is authenticated by:


EXECUTED AS A DEED by WHARFEDALE HOMES LIMITED ) acting by a director and its secretary )

Director



Chairman


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R_{0} \text { Hewed. }
$$

Secretary


IN WITNESS WHEREOF this document which is intended to take effect as a deed has been duly executed by a duly authorised Official of the Bank as Attorney of the Bank the day and year first above written. SIGNED AND DELIVERED by

in the presence of:

Witness:


Address:
HSBC Bank pic
SHIN FIELD SECURITIES
PROCESSTNTA CENTRE

Occupation:
1735-6 (7/99- UOI $=1 \times$ PK250)


## DATED 9 JuLy <br> 2004

# THE RYEDALE DISTRICT COUNCIL 

and

## Wharfedale Homes Limited

and

## HSBC Bank PLC

AGREEMENT
pursuant to Section 106 of the
Town and Country Planning Act 1990 as amended
and Section 111 of the Local Government Act 1972
in respect of Land between Feversham Drive and Piercy End, New Road, Kirkbymoorside in
the County of North Yorkshire

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[^0]:    K A Winship
    Council Solicitor
    MALTON

