

on of the MCA, the site was subsequently ale Council's strategic property advisers, leld, and this produced 13 firm offers ranging 16 million from a mixture of developers and bids were shortlisted and these were analysed put obtained from planning officers, and each interviewed jointly by the agents and gregard to the level of the bid and the nemes, two parties emerged as frontrunners 1a/Bride Hall (a partnership between the food blished developer) and Doric Properties, a

Local Government Act 2000 and the Local (Executive Arrangements) (Access to Inform Regulations 2000

REGORD OF DECISION OF CABINET M KEY DECISION OF OFFICER					
		KEI DEOIOIO			
1.	Name of decision maker	Councillor Elaine Ware of			
2	Type of decision	Key	Other ; re		
	(Please ? as appropriate)	Yes	a d		
3	Date of decision (This should be the same as the date form signed)	30 April 2012	ie i if t -op		
4	The decision	1) That, following a change in circuit member reconfirms the authority prodirector with responsibility for proper portfolio holder, to declare as surplicated as a surplication of the Vale Council-own (WSC) in Botley in conjunction with and with the aim of delivering a new store and car parking together with community hall and Baptist Church. 2) That the cabinet member confirm be minded to use compulsory purchased where there was no other reasonably vacant possession and thereby delivers was clear that the use of those pow Council had received the necessary and subject to cabinet considering a confirming approval of the use of sure.			
5	Reasons for, decision	This matter was con November 2010. In made on 3 August 2 authority for a disposable of the control of the contr	addition, a cab 2011. The cabir sal of this Vale artnership betw er). However, seems and the id consequence, of consider the matir		

nighlighted its rather tired and dated eport also contained details of the propose ements between the Vale Council, other leveloper, Stockdale Land Limited ly market a site for a major food store Vale Council's contribution to the overall s he shoppers car park off Chapel Way p), the Seacourt Hall site (leased to North uncil at £1 a year expiring in 2024) and par ne head of economy, leisure and property, e strategic director and portfolio holder, wa and complete a joint venture sale agreem termed a marketing co-operation agreeme ted in February 2011. The thrust of the the parties would jointly market the overa chieving certain common objectives, these best terms, including a price that meets th itory obligations, and delivering a elopment within five years that complemen The MCA provided that in the event of a sa eipt would be split in accordance with state /ale Council would receive 30.96 per cent o £16.5 million, 0 (zero) per cent between 20 million, and 25 per cent over £20 million

the original purchase of the WSC, the curr

that in the event that settled heads of terms greed with a prospective purchaser est available offer then Stockdale will issue sing that a sale of the site proceeds on that parties is able to serve a dissatisfaction not ose terms are not acceptable. If a party doctation notice it is intended that the sale will ice of the notice would not mean the Vale hally bound to a sale, but it is required to accept towards the other parties to the agreement at the sale notice procedure effectively as a

e matter, assuming circumstances do not

ported, it was anticipated that the Vale ve a figure in the region of £3.7 million for scheme. The budget figures contained in th

ostantial allowance (approximately

acant possession,

including details rental income and appearance. The partnership arran landowners and a (Stockdale), to join development. Th would comprise c (adjoining the Co Hinksey Parish C the Co-op store. consultation with authorised to agre and this documer (MCA), was comp agreement was th site with a view to being a sale on th Vale Council's sta comprehensive d the existing WSC then the capital re percentages. The the sale receipt up £16.5 million and When previously I Council would rec land as part of the MCA included a s to achleve

The MCA provide are provisionally a representing the treatment of the inthe event that the not serve a dissatist proceed. Non-serv Council is contracting good faith at all time and so it should treatment in the event of the interest of th

Following completed marketed by the Vacushman & Wakef from £6 million to £ food retailers. Six I further, including in of the parties were landowners. Having suitability of the schand these were Assertailer and an esta

developer with no

end user identified.

Further negotiatio and, where possilns developed with the intention of clarifying consensus of the ole, improving the terms on offer. The initial the best deal and parties was that the Asda/Bride Hall bid offered cabinet member a therefore, this was highlighted in the earlier However, progresiecision report as being the preferred bid. issues arose abous with that party subsequently slowed and terms and ultimatat the design and some of the detailed contract uncompetitive levely Asda/Bridehall reduced their bid to an contact with Doricel. However, the agents had maintained its interest alive at throughout the process with a view to keeping discussions with tnd, therefore, it was possible to restart willingness to exchem over the terms. Doric indicated a bhange contracts for a sale of the site in the sum being the grant ofut subject to a number of conditions, these of delivering vaca planning consent, that the vendors are capable order in relation tot possession, completion of a stopping up maximum allowan the section of highway required and a ce of £250,000 for highway works.

Further discussions achieving vacant po with Doric focussed on the issues around Council would neepssession (VP). In this respect, the Vale store, the public coll to deliver VP of Seacourt Hall, the Co-op controls the latter tyveniences and car park. The Vale Council leases in relation tovo and this is straightforward, but there are to be terminated an the other two. The Co-op's lease would need that possession cand the relevant notices have been served so need be) that a red1 be obtained subject to proving (in court if hall to New Hinkse evelopment is proceeding. The lease of the years expiring in Ne Parish Council (NHPC) is for a term of 35 willingness to co opvember 2024 and, whilst it has indicated its NHPC will want to berate over a relocation, understandably better position than e satisfied that the new facility puts it in a provide a significan at present. A new facility is expected to more flexible and rrtly better building than the present, being as being more econaking more efficient use of the space, as well nomical in terms of outgoings.

Stockdale had under achieve VP of that ertaken to relocate the Baptist Church to allowaite, and this cost is a substantial part of the (Willow Property) once stated earlier. Another party to the MCA NatWest (which hawns Elms Court, which includes the library, upper floors, a firm 3 now closed), a local dry cleaner and in the of surveyors.

As discussions unformation have an active involded it became clear that Doric wished to onus being on the plyement in achieving VP and instead of the proposed that Doricarties to the MCA to deliver VP it was agreed that take on this role. It was subsequently purchase price on the would effectively be deducted from the condition in the conhe basis that there would no longer be a members of the contract requiring VP to be provided by the responsible for reprisortium. Doric would therefore be as well as negotiation of the church and community facilities and termination of the business tenancies.

Following the recent cabinet briefing, members are also aware of Doric's wish to extend the development to take in the WSC and potentially additional land as well. The Vale Council owns the remainder of the shopping centre and this would involve an additional agreement if it was to proceed. Officers are currently awaiting a financial offer and development appraisal before considering further.

Completion of a disposal of the original food store site to Doric would be conditional on grant of a satisfactory planning permission. However, given Doric's aspirations for a wider development, Doric's view of a satisfactory planning permission will relate to the wider scheme, not just the original site. Doric has had pre-application discussions with planning officers over its proposals and early indications are broadly positive but it is an ambitious scheme so there will be many issues to be resolved.

The original proposal for the sale of part of the site under the MCA has therefore become complicated by Doric's wish to include the remainder of the WSC in the overall development proposal. There are advantages to a comprehensive, integrated scheme, but at the present time there is no financial proposal to consider and this report does not seek any decision in connection with the major part of the WSC, only with the original site. In this connection, Stockdale has now issued a sale notice proposing a sale to Doric in the sum of based on a gross price allowance for the cost but subject to a of achieving vacant possession (which otherwise would have fallen on the parties collectively). The breakdown of the purchase price shown in the statement attached to the sale notice indicates the Vale Council's share of the proceeds is albeit this could be subject to minor variation dependent on certain costs that are incurred in the sale process. This compares to previous estimates which have been put in the range of £3.7 million to £3.9 million.

It is proposed that the Vale Council proceeds with the intended disposal of the original site on the terms set out to Doric and to this end does not serve a dissatisfaction notice. For the purposes of obtaining the necessary authority and to cover circumstances where there may be minor changes to the proposed terms, it is recommended that the cabinet member reconfirms the authority previously given for the strategic director with responsibility for property, in consultation with the portfolio holder, to approve the proposed sale of part of the Vale Councilowned WSC as envisaged in the MCA. It should be noted, however, that the proposed transaction appears to be firmly linked to the wider proposal and if terms cannot be agreed for that then the liklihood is that the arrangement with Doric for the original site may not proceed.

Whilst it is proposed that Doric take all necessary action to obtain VP by agreement, it is not inconceivable that if this cannot be achieved then the only remaining option to ensure delivery of the scheme would be the use of compulsory purchase (CP)

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		powers. Officers consider it would be premature to make a decision to commit to use of CP powers at this time. However, given that the proposed development contributes to a number of corporate priorities and having regard to the policy of the local plan in relation to this site, officers recommend that the Vale Council confirms at this stage that it would be minded to use such powers in circumstances where there was no other reasonable option available to ensure delivery of the scheme and where it was clear that the use of those powers was lawful and that the Vale Council had received the necessary indemnities as to its costs. However, the actual resolution to use such powers would be a full cabinet decision. Again, at this stage, the decision sought relates only to the original site, but if terms can be agreed provisionally with Doric for the wider site such that a further authority is sought relating to that, then it seems likely that CP will have to be considered in relation to VP issues for that site. Finally, it should be noted that the proposed deal with Doric is for the entirety of the site as marketed, which includes the back half of the Co-op store (this was not required by Asda / Bride Hall). This will mean that the Co-op store will need works to rebuild the rear elevation and reconfigure it into a lettable unit. Of course if the wider scheme happens, then this will not be necessary as it would encompass the entirety of the Co-op store.			
	× "				
6	Alternative	The Vale Council is not bound to enter into the sale agreement			
.	Options rejected	but if it wishes to pull out then the onus is on it to serve a			
1		dissatisfaction notice as detailed above. However, this would run			
1 .		contrary to the course that has been set and the Vale Council			
	100	would forgo the potential for a substantial capital receipt.			
7	Resource	None, apart from legal input into sale documentation and			
	implications	completion. As authorised in the last report, Pinsent Mason is			
	N#.	acting on the Vale Council's behalf.			
		Discout Mason will get for the Vale Council although some input			
8	Legal	Pinsent Mason will act for the Vale Council, although some input will be required from the Vale Council's legal team.			
	·implications	will be required from the vale Council's legal team.			
9	Financial	The Vale Council's share of the proceeds has previously been			
	implications	estimated in the range of £3.7 million to £3.9 million, and the			
		latest estimate attached to the sale notice is showing a receipt of			
	75	incurred including professional and legal fees. Other costs will			
		depend on whether the wider scheme proceeds, such as works			
		to the retained half of the Co-op building or the cost of			
	4	refurbishing the WSC, which was estimated at £1.5 million for the			
	2	purposes of the November 2010 executive report.			
10	List of	Finance – agreed 26 April 2012			
	consultees (See guidance below)	Legal – (Margaret Reed) – agreed 25 April 2012			
	(200 Animatica nelow)	Head of ELP (Chris Tyson) – agreed 19 April 2012 Strategic Director (Matt Prosser) – agreed 27 April 2012			
	15	S151 officer (Steve Bishop) – agreed 26 April 2012			
		· /			
11	Reports and	Previous executive report on 5 November 2010. Cabinet			
	background	member report 3 August 2011.			

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	papers considered	
12	Date of receipt of reports	N/A
13	Declarations of interests	None
14	Dispensations	None
15	Is this decision confidential and if so, under which exempt category?	Yes, under paragraph 3, part one, schedule 12a of the Local Government Act 1972.
16	"Call in" waived?	
17	Signature and date	July 301419 Decision maker Dated
18	This form must be physically handed to a member of the democratic services team	Note: The date and time at which this form is received will be recorded by the head of democratic services. The decision will then be published and is subject to "call in". Date. 30-4-12Time16.:00 Head of democratic services Date and time form received
19	Details of publication on the web and date of expiry of "Call In" Note: This part of the form will be completed by democratic services	Date of expiry of "Call In" 8 May 2012 Date published 30 April 2012 Date hand delivered to chair of scrutiny 30 April 2012