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| Report to: | Sutton Shareholdings Board | Date: | 8 November 2016 |
| Report title: | Sutton Living Limited Performance Update | | |
| Report from: | Mary Morrissey, Director of Opportunity Sutton Ltd | | |
| Ward/Areas affected: | Borough Wide | | |
| Chair of Committee/Lead Member: | Councillor Simon Wales, Chair of Opportunity Sutton Limited Sub-Committee and Councillor Jayne McCoy, Chair of Housing, Economy and Business | | |
| Author(s)/Contact Number(s): | Simon Latham, Director, Sutton Living Ltd, 020 8770 4006 | | |
| Corporate Plan Priorities: | <ul style="list-style-type: none"> • An Open Council • A Green Council • A Fair Council • A Smart Council | | |
| Open/Exempt: | Open | | |
| Signed: |  | Date: | 26 October 2016 |

1. Summary

1.1 This report presents for comment the performance update for Sutton Living Limited.

2. Recommendations

2.1 The Shareholdings Board is requested to note the performance update set out in section 3.

3. Performance update

3.1 Progress and outputs include:

- Terms have been agreed between solicitors for the acquisition of Lodge Place, Sutton. The proposed structure will comprise Council ownership of the freehold interest and a long lease of the site to Sutton Living Ltd to develop retail and residential property elements. The company is now closely involved in revisions to the scheme design as part of pre-application discussions with Planners. Consultation with local stakeholders will follow, ahead of the Planning application being submitted.
- There have been further pre-application discussions with Development Management about the Wallington Public Hall site and consequent revisions to the proposed scheme to reflect the issues that Planning officers have raised. The potential inclusion of an adjacent site is being evaluated. The likely legal structure will

comprise ongoing Council ownership of the freehold interest and a long lease of the site to Sutton Living Ltd to develop retail and residential property elements. Consultation with local stakeholders will follow, ahead of the Planning application being submitted.

- A number of properties and sites in council ownership have been identified as being suitable for development or conversion into flats by Sutton Living, and the intention is to select the most promising and appraise these to take schemes forward. Some of these will be subject to a report from the Council's Asset Management team to Strategy and Resources Committee.

3.2 The Company has no financial performance to report at this stage, having yet to draw down any loan finance or working capital for either the acquisition or development programmes. Costs of early consultancy tasks are being met by the Council and will be recharged to the company before the end of the financial year.

3.3 The risk register is being reviewed and updated by the new Managing Director and this will be provided to the January meeting of the Sutton Shareholdings Board.

4. Impacts and Implications

Financial

4.1 There are no direct financial implications.

Legal

4.2 There are no direct legal implications.

5. Appendices and Background Documents

| Appendix Letter | Title |
|------------------------|--------------|
| None | |

| Background Documents |
|-----------------------------|
| None |

| Audit Trail | | |
|---|------------------------|----------------------------|
| Version | Final | Date: 26 October 2016 |
| Consultation with other officers | | |
| Officer | Comments Sought | Comments checked by |
| Finance | Yes | Phil Butlin |
| Legal | Yes | Paul Evans/Laiping Man |