


Report to:	Sutton Shareholdings Board	Date:	4 January 2017
Report title:	Sutton Living Limited Review of Business Plan Assumptions		
Report from:	Mary Morrissey, Mary Morrissey, Strategic Director of Environment, Housing and Regeneration		
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):	Mike Kirk, Interim Managing Director, Sutton Living Ltd, 020 8770 4922		
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:	19 December 2016

1. Summary

- 1.1 This report presents proposed amendments to the assumptions in the Sutton Living Ltd Business Plan , prior to submission of a revised business plan to the Sutton Shareholdings Board meeting on 8th March 2017.

2. Recommendations

The Sutton Shareholdings Board is recommended to:

- 2.1 Note and approve the proposed amendments, summarised in Appendix 1 of the attached report from Sutton Living Ltd.

3. Background

- 3.1 The report from Sutton Living Limited's Managing Director recommends the streamlining of development assumptions for the development of schemes by Sutton Living Limited, based upon commonly agreed industry standards. It also

proposes amendments to the rent assumptions in the company’s business plan to reflect the recently published Mayor of London’s affordable housing programme which has new definitions of affordable and intermediate rent, the latter now known as London Living Rent.

- 3.2 The updated Business Plan itself will be presented to the meeting of the Sutton Shareholdings Board on 8th March, alongside an annual review of activity since February 2016.

4. Impacts and Implications

Financial

- 4.1 The proposed amendment to the assumptions contained within the business plan will ensure that the financial appraisals undertaken for each potential investment are more robust and in line with the current market conditions.

Legal

- 4.2 There are no significant legal implications

5. Appendices and Background Documents

Appendix Letter	Title
A	Review of Business Plan Assumptions

Background Documents
None

Audit Trail		
Version	Final	Date: 08 December 2016
Consultation with other officers		
Officer	Comments Sought	Comments checked by
Finance	Yes	Sue Hogg
Legal	Yes	Paul Evans