Sandra Harry, Clerk, Tisbury Parish Council, The Reading Room, High Street, Tisbury, Wiltshire, SP3 6LD

8 March 2022

Dear Mrs. Harry,

Re: Stone Circle Development Company, White Horse Housing Association and Nadder Community Land Trust

I write further to my letter of 23rd September 2021 indicating that Stone Circle Development Company ("SCDC") is working in partnership with Nadder Community Land Trust ("NCLT") to bring forward the former Tisbury Sports Centre site.

Whilst SCDC remains wholly owned by Wiltshire Council, it operates as an independent company with the aim of becoming a respected residential developer of primarily brownfield land, in partnership where appropriate with community organisations and registered providers.

Working with the support of NCLT and its appointed registered provider White Horse Housing Association ("WHHA"), SCDC have now submitted a planning application for the former Tisbury Sports Centre site (reference PL/2022/00855).

SCDC has worked closely with NCLT to ensure that these proposals address the community's priorities and meet the policy required for community-led housing in the Tisbury and West Tisbury Neighbourhood Plan. To this end, NCLT undertook two community consultations in October 2021 and December 2021, which indicated strong community support for the proposed scheme. SCDC, WHHA and NCLT have also drafted a Memorandum of Understanding which sets out their respective roles and responsibilities.

The land concerned is currently owned by Wiltshire Council, which has confirmed both to SCDC and to NCLT that it is its intention to dispose of the freehold of the site to SCDC.

I can therefore confirm that SCDC's intention is:

a) to purchase the land at the Former Sports Centre site from Wiltshire Council' (subject to contract); and on this basis

Tisbury Parish Council, SP3 6LD

- b) to develop the land in accordance with the current planning application; and
- c) to transfer six affordable homes to WHHA under a land and development agreement for ultimate ownership by NCLT on behalf of Tisbury's community, as set under the terms of the attached draft Memorandum of Understanding.

Our proposal directly supports the Council's objective to operate in an innovative and effective way which supports community-led development whilst maintaining a commercial approach.

Yours faithfully,

Marcus Wilson *Company Secretary for and on behalf of* Stone Circle Development Company

cc: Gerard Murray, Chair, Nadder Community Land Trust Ltd., The Reading Room,

Tisbury, Wiltshire, SP3 6LD

Draft Memorandum of Understanding between Wiltshire Council, Stone Circle Development Company, White Horse Housing Association and Nadder Community Land Trust

Land adjoining the former Sports Centre, Weaveland Road, Tisbury, Wiltshire

Subject to Contract and Without Prejudice

The four parties hereby acknowledge their respective intentions in delivering affordable homes on the site of the former Sports Centre in Tisbury in accordance with Policy BL.8 of the Neighbourhood Plan – see Annex A.

The parties' contractual intentions are as follows:

- 1. Wiltshire Council is the landowner and intends to dispose of the freehold of the site to Stone Circle Development Company. Council resolutions and SCDC business plans to this effect are in the public domain.
- 2. Stone Circle intends to be the developer of the site and to supply the affordable homes to White Horse HA under a land and development agreement. Draft heads of terms for Stone Circle's relationship with White Horse HA are attached at Annex B.
- 3. As a Registered Provider, White Horse HA intends to be the landlord of the affordable homes, initially acquiring and then transferring the freehold to Nadder CLT which will then grant White Horse HA a lease-back. Draft heads of terms for White Horse HA's relationship with Nadder CLT are attached at Annex C.
- 4. Nadder CLT intends to ensure that Policy BL.8 of the Neighbourhood Plan is satisfied in its principle of providing community-led housing by taking the freehold of the affordable homes and leasing them back to White Horse HA.
- Nadder CLT has received funding ("the CLH Funding") from the Community Housing Fund Revenue Programme 2021/2022 to support the project, subject to a number of conditions including that its proposed lease-back agreement with White Horse HA is drafted and agreed in principle by 31st March, 2022.
- To assist Nadder CLT in meeting the conditions of its CLH Funding all parties intend to agree the Heads of Terms between them, respectively set out in Annex B and Annex C on or before 28th February, 2022.

MoU in summary:

1. Wiltshire Council

 \downarrow Freehold sale of the site

2. Stone Circle Development Company

 \downarrow Freehold sale and development contract

3. White Horse Housing Association

 \downarrow Freehold sale and lease-back

4. Nadder Community Land Trust

Heads of Terms between SDDC and WHHA

Heads of Terms between WHHA and NCLT Signatures – unless agreed by exchange of emails.

Wiltshire Council

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Date:

Stone Circle Development Company

.....

Date:

White Horse Housing Association

.....

Date:

Nadder Community Land Trust

.....

Date:

Annex A

Section 3: Housing and Buildings

Buildings BL.8 Site Allocation: Site of the Former Sports Centre Adjacent to St John's Primary School

The former Sports Centre: 0.35 hectares or 0.86 acres.

Objective: To safeguard the brownfield site of the former sports centre adjacent to St John's Primary School to allow for its future expansion or other community uses.

Site Allocation BL.8



122. Since 2016, when the Nadder Centre opened, the former sports hall adjacent to St John's Primary School has been unoccupied. To prevent the site falling into disrepair and becoming a space for anti-social behaviour, consideration needs to be given to alternative uses.

123. St John's Primary School has indicated the desirability of reserving a small part of this site to improve traffic circulation/parking at the School. The Nadder Community Land Trust has indicated that such arrangements could be incorporated within a community-led affordable housing development of the site. 124. Accordingly, the site is allocated for uses which would benefit the community such as the provision of housing to meet identified housing needs.



Above: Former Tisbury Sports Centre, Weaveland Road (as of 2018)

Policy BL.8 Site Allocation: Site of the former Sports Centre adjacent to St John's Primary School

The site of the former Sports Centre as identified on the adjacent map is allocated for redevelopment and, in principle, uses which meet community needs, such as community-led housing provision, will be supported subject to:

i) appropriate alternative measures that address the condition relating to this site attached to Planning Consent 14/04907/FUL (Tisbury Nadder Campus), and

 ii) addressing of the reasonable requirements of St John's School relating to improved traffic circulation/parking arrangements, and
 iii) a design that is sensitive to the adjacent countryside and other uses, including the safeguarding of the children at the school

Annex B

Land adj	joining the former Sports Centre,
Weavela	and Road, Tisbury, Wiltshire.
SITE DETAILS	*6 Units - [5 x Affordable Rent, I x shared ownership]
	*Subject to viability which is in turn subject to the level of grant allocated by Homes England to WHh for the two homes outside the S106 Agreement
міх	[Affordable Rent : 2 x bed flats 1 x 2 bed house 2 x 3 bed houses
	 Shared Ownership Housing: I x 2 bed house] 6 units in total
Overall sequence of Transactions – all back to back:	 Freehold Sale from SCDC to WHH under the Land and Development Agreement WHH sale of freehold to NCLT for £1 Grant of Lease by NCLT to WHH for£1 Items 2 and 3 are covered by separate Heads of Terms between WHH and NCLT.

FORM OF CONTRACT between SCDC ad WHH: Land and Development		Land and Development Agreement between SCDC and WHH:
Agreement		Total Package Price - £ ***********
		Unconditional exchange of contracts will take place before [date] (Provided formal planning has been obtained).
		SOS – within 6 months of planning consent
		PC – within 18 months of planning consent
		Longstop date – December 31st 2024
		Stage Payments
		Land Payment - £*******
		The build price of $\boldsymbol{t}^{*******}$ will be split as follows:
		Golden Brick - £******
		(Land and Golden Brick equal to 30% of total contract price)
		Followed by monthly valuations as certified by WHHA's Employers Agent.
Total Package Price	£****	
VENDOR		Stone Circle Development Company
		Contact :

VENDOBS	
VENDORS SOLICITORS	
JULICI I UKJ	
PURCHASER	White Horse Housing Association. Lowbourne
	House, Lowbourne, Melksham, Wiltshire,
	SN12 7DZ
	Tel: 01380 850916
	Contact: Steve Warran, Chief Executive
	Email: steve.warran@whitehorsehousing.co.uk
	Tel no: 01380 850916
	Mobile: 07753 221400
PURCHASER's	Catherine Bradshaw
SOLICITORS	Senior Associate
	T: 01865 813620
	Penningtons Manches LLP
	9400 Garsington Road
	Oxford Business Park
	Oxford OX4 2HN
EMPLOYER'S	Martyn Stubbs
AGENT	
	Nixey Powell Partnership Limited
	Chartered Quantity Surveyors
	12c Church Farm Business Park
	Corston BA2 9AP
	Tel: 01225 424213

		Mob: 07803 177010
Development Standards		As per the Section 106.
Standards		Current Building Regs.
		To at least 100% of the Nationally Described Space Standards
		Note: WHH to approve the design and specification of the affordable homes at the planning application stage and then at the construction contract stage, approvals to be following consultation with NCLT and not to be unreasonably withheld.
Defects Liability Period		I2 months from date of phased handover of dwellings.
Retention		£1,000 retention per unit (total £6,000) released at 12 month defect inspection
Payment Schedule		To be agreed
Liquidated Damages	NIL	There will be no requirement to include an L.A.D. clause
V.A.T.		All sums above are exclusive of VAT (although as a new build development there is not expected to be any)
CDM	Nil Fee	SCDC shall elect to be treated as the only client in respect of the Works pursuant to Regulation 4.8 of the CDM Regulations 2015.
		SCDC shall be responsible for complying with their requirements under the CDM Regulations and pay

	all costs and charges associated with the appointment of the Principal Designer.
Building Regs	SCDC to be responsible for obtaining all necessary current Building Regulation Approvals and supply the Purchaser with final inspection certificates and proof of discharge of pre-occupation conditions prior to Practical Completion. SCDC to pay all fees in connection with the application and stage inspections.
Warranty	SCDC to obtain appropriate warranty insurance (to be specified). Length of cover - 10 years (copy of insurances to be sent by SCDC to EA on request).
	SCDC to provide a Performance Bond (or equivalent) for a sum not less than 10% of the total contract price to cover the period of construction up to Practical Completion.
Public Liability Insurances	SCDC will provide written evidence of all insurances. Costs to be met by SCDC.
Role of the Employers Agent	To visit the site by prior appointment with the Site Manager from commencement of work. There will be a monthly review of the scheme and White Horse Housing's Employers Agent will be responsible for chairing the meetings and preparing and circulating minutes.
Signboard	 WHH and NCLT to supply details of their sign board requirements. The specification and location of the sign board to be agreed by both parties acting reasonably. For the avoidance of doubt the Signboard is to be paid for by SCDC free of charge.
Access to the Site and Services	SCDC will grant White Horse a right of safe access for vehicles and pedestrians over road systems and the use of all services.

	 SCDC are responsible for water mains and service connections, foul and storm water connections, gas and electricity connections, street lighting, BT cabling installations. Best endeavours will be taken by SCDC to have the roads and services adopted. If adoption is not possible, roads & surface water drainage to remain with management company.
	Foul drainage to be adopted by the relevant water company in due course.
Site Investigation/ Survey/Party Wall	Copies of all reports/surveys to be provided to White Horse Housing for information provided at exchange of contracts where relevant:
	 Site Investigation Topographical Survey Ecological Survey Flood Risk Assessment/ Drainage Strategy
Handover Requirements	To be agreed by both parties acting reasonably
Management Company	 Management company to be 'NAME OF MAN CO'. Service charge for site anticipated to be approximately £**** per annum, so £**** per annum per house. WHH to approve the terms of appointment of the management company including any Memorandum and Articles of Association (approval to be following consultation with NCLT and not to be unreasonably withheld).

Land adjo	pining the former Sports Centre,	
Weaveland Road, Tisbury, Wiltshire.		
SITE DETAILS	*6 Units - [5 x Affordable Rent, 1 x shared ownership] *Subject to viability which is in turn subject to the level of grant allocated by Homes England to WHH for the two homes outside the \$106 Agreement	
MIX	[Affordable Rent : 2 × 1 bed flats 1 × 2 bed house 2 × 3 bed houses Shared Ownership Housing: 1 × 2 bed house] 6 units in total	
Sequence of Transactions – all back to back:	 4. Freehold Sale from Stone Circle DC to WHH under the Land and Development Agreement 5. WHH sale of freehold to NCLT for £1 6. Grant of Lease by NCLT to WHH for£1 	

	Item I is covered by separate Heads of Terms between SCDC and WHH.
Lease Between NCLT and WH:	Lease to be drafted by NCLT's solicitor
	990 years
	Ground rent payable by WHH to NCLT calculated at £4/home/week, index linked
	Mutual exchanges only where incoming tenants meet local connection eligibility criteria
	No voluntary right to buy without NCLT's consent
	No Right to Shared Ownership
	Option for NCLT to buy-out WHH at 45 years and every 35 years thereafter in accordance with agreed price formula
	WHH not to assign the lease other than to another not-for-private-profit Registered Provider and subject to approval by NCLT, such approval not to be unreasonably withheld.
	Draft lease and freehold transfer to be agreed by 31st March 2022
Timing	

WHITE HORSE HA	White Horse Housing Association. Lowbourne House, Lowbourne, Melksham, Wiltshire, SN12 7DZ
	Tel: 01380 850916
	Contact: Steve Warran, Chief Executive Email: <u>steve.warran@whitehorsehousing.co.uk</u>
	Tel no: 01380 850916
	Mobile: 07753 221400
WHITE HORSE'S	Catherine Bradshaw
SOLICITORS	Senior Associate
	T: 01865 813620
	Penningtons Manches LLP
	9400 Garsington Road
	Oxford Business Park
	Oxford OX4 2HN
NADDER CLT	The Reading Room, High Street, Tisbury, Wiltshire, SP3 6LD
	Contact: Gerry Murray, Chair
	gmurray866@aol.com
	07802-414470
NADDER CLT's	Katie Duggins
SOLICITORS	Solicitor
	for Anthony Collins Solicitors LLP
	134 Edmund St,

	Diversity allows
	Birmingham
	B3 2ES
	T: 0121 214 3530
	F: 0121 212 7434
	M: 07849 398 428
	katie.duggins@anthonycollins.com
	anthonycollins.com
	Twitter: @ACSLLP
Development	As per the Section 106.
Standards	Current Building Regs.
	To at least 100% of the Nationally Described Space
	Standards
	Note: NCLT to approve the design and specification
	of the affordable homes at the planning application stage and then at the construction contract stage,
	approvals not to be unreasonably withheld. WHHA
	undertakes not to signify its own approval to SCDC until such approval from NCLT has been given.
Signboard	WHH and NCLT to supply details of their sign
	board requirements. The specification and location of the sign board to be agreed by both parties acting
	reasonably.
	For the avoidance of doubt the Signboard is to be
	paid for by Stone Circle DC free of charge.
Management Company	Management company to be 'NAME OF MAN CO'.
Company	Service charge for site anticipated to be approximately \pounds^{****} per annum, so \pounds^{****} per annum
	per house.
	NCLT to approve the terms of appointment of the
	management company including any Memorandum and Articles of Association (approval not to be
	unreasonably withheld). WHHA undertakes not to

	signify its own approval to SCDC until such approval from NCLT has been given.
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