

From CABINET held on 15 September 2020

Council Agenda Item 8 (Minute No 53)

Leamington House and Horatia House - Update and next steps

RECOMMENDATION:

- 1. That the full deconstruction and redevelopment scheme for the two tower blocks is added to the capital programme in the sum of £120m.**
- 2. That the scheme is funded by a suitable mix of HRA and General Fund Prudential Borrowing as determined by the S.151 Officer.**
- 3. That the scheme can only proceed, including through its procurement gateways, if a satisfactory financial appraisal which demonstrates viability is approved by the Section 151 Officer.**
- 4. That, given the early stage of design, delegated authority be given to the Section 151 Officer to vary the overall scheme cost and borrow as required but subject to the Section 151 Officer being satisfied that the associated financial appraisal demonstrates continued viability and acceptable risk and that the gross cost of the scheme does not exceed £145m.**
- 5. In the event that the scheme varies significantly from the design parameters (described in section 5) and/or the gross cost exceeds £145m, even if viability can still be demonstrated, the scheme will not proceed without further approval from the City Council.**