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Homes and Communities Agency (trading as Homes England)

and

[Grant Recipient]

Grant Agreement (non-profit Registered Provider)

in relation to the Traveller Pitch Allocation under the Homes England
Affordable Homes Programme 2021-2026

Homes England

Housing.Contracts@homesengland.gov.uk

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Grant Agreement

Date

Parties

- (1) **Homes and Communities Agency** (trading as Homes England), a body corporate under Section 1 of the Housing and Regeneration Act 2008 of One Friargate, Coventry, CV1 2GN (including any statutory successor) (**Homes England**); and
- (2) [] [a registered society as defined in Section 1 of the Co-operative and Community Benefit Societies Act 2014 (with FCA registration number [])] [a company (with registered number [])] [and a charity (with registered charity number [])] [limited liability partnership registered in England and Wales (with number [])] whose registered office is at [] (the **Grant Recipient**).

Introduction

- (A) Homes England is empowered under Section 19 of the Housing and Regeneration Act 2008 inter alia, to make grants available to facilitate the development and provision of housing.
- (B) The Grant Recipient has submitted a bid to Homes England for grant funding to assist the Grant Recipient in the development of Traveller Pitches.
- (C) Homes England has agreed in response to the Grant Recipient's bid to advance grant funding to the Grant Recipient pursuant to the Traveller Pitch Allocation which is part of Homes England's Affordable Homes Programme 2021-2026 (**AHP 2021/26**) in an initial amount of £[] to facilitate the delivery of Traveller Pitches subject to and in accordance with the terms of this Agreement. Further grant funding may be made available to the Grant Recipient pursuant to the AHP 2021/26 to facilitate the delivery of further Traveller Pitches subject to and in accordance with the terms of this Agreement.
- (D) The grant funding provided under this Agreement is (at its date) made in compliance with the United Kingdom Competition Requirement.
- (E) In using the grant funding provided under this Agreement, the Grant Recipient must comply with the applicable requirements of the Capital Funding Guide, the Recovery Determination and the information submitted and approved on IMS.
- (F) The Grant Recipient has been entrusted with the public service obligation to deliver Traveller Pitches by virtue of this Agreement.

1 Definitions and interpretations

1.1 Definitions

In this Agreement unless the context otherwise requires, the following terms shall have the meanings given to them below:

Acceptance Date means the date upon which Homes England accepts a scheme for the Delivery of AHP Traveller Pitches in IMS pursuant to:

- (a) Clause 4.1 (*Firm Schemes*);

- (b) Clause 7.4 (*Firm Scheme substitution and additions*); or
- (c) Clause 7.12 (*Firm Scheme substitution and additions*);

Acquisition Date means the date identified in IMS on which the Grant Recipient is forecast to possess (and does possess) a Completed Interest;

Acquisition Stage means (where applicable) the Grant Recipient possesses a Completed Interest;

Acquisition Tranche Grant means subject to Clause 4.4 (*Firm Schemes*) (and any variation required or agreed pursuant to the terms of this Agreement), an amount equivalent to such per centum of the Firm Scheme Grant as is approved by Homes England on IMS as payable on achievement of the Acquisition Stage with respect to the relevant Firm Scheme;

Actual Development Costs means in respect of each Firm Scheme, the amount of Development Costs actually incurred by the Grant Recipient in Delivering that Firm Scheme as such amount is warranted and certified by the Grant Recipient pursuant to Clause 12.3.2(d) (*Grant Claim Procedures*);

Additional Scheme means a scheme for the Delivery of AHP Traveller Pitches proposed by the Grant Recipient in addition to the Original Schemes;

Affordable Rent means a rent which does not exceed eighty per centum (80%) of the market rent (inclusive of service charges) for an equivalent property of the relevant size and location such rent to be assessed and set in accordance with the applicable requirements of Legislation and the provisions of Schedule 9 (*Affordable Rent*);

Agreed Client Group means Travellers;

Agreed Principles means the terms set out in Schedule 1 Part 1 (*Agreed Principles*) of Schedule 1 (*Acknowledgments, Representations and Warranties*);

Agreed Purposes means the purposes for which each of the AHP Traveller Pitches is to be used as such purposes are described in the Firm Scheme Details;

Agreement means this grant agreement (including its Schedules);

Agreement Funding means any funding given to the Grant Recipient by Homes England under the provisions of this Agreement;

AHP 2021/26 means the programme described in the guidance issued by Homes England on this website: <https://www.gov.uk/guidance/apply-for-affordable-housing-funding> (as the same may be supplemented, amended or updated from time to time);

AHP 2021/26 Funds means grant funding made available pursuant to the AHP 2021/26;

AHP Traveller Pitch means a Traveller Pitch which is developed with the benefit of grant payable under this Agreement and in relation to each Firm Scheme, as more particularly described in the relevant Firm Scheme Details, and the term **AHP Traveller Pitches** shall be construed accordingly;

Allocated Capital Grant means the maximum amount of capital grant payable by Homes England to the Grant Recipient in respect of the Approved Capital Bid and identified in IMS as the total "funding requested" within the "Profiles" (as the same may be amended from time to time in accordance with the terms of this Agreement);

Allocation Change Notice means a notification submitted by Homes England under Clause 10.3 (*Review, Monitoring and Reporting*);

Amenity Buildings means a building provided for each Traveller Pitch including, as a minimum, hot and cold water supply, electricity supply, toilet and bath/shower area, kitchen and dining area;

Applicable Tranche means:

- (a) with respect to a Single Claim Scheme, the Total Grant Tranche; and
- (b) with respect to any Firm Scheme other than a Single Claim Scheme, the Tranche identified on IMS as payable once the Grant Recipient has achieved the Relevant Claim Stage;

Approved Capital Bid means the aggregate of the Firm Schemes accepted by Homes England in IMS and identified from time to time on IMS as the approved "Offer Lines" (as the same may be amended, added to, supplemented, substituted or varied in accordance with the terms of this Agreement);

Balancing Sum means such sum as represents the amount by which Public Sector Funding in respect of a Firm Scheme exceeds the Actual Development Costs incurred by the Grant Recipient in relation to that Firm Scheme;

Bid Default means Homes England determines (acting reasonably) that proper and sufficient progress against the Grant Recipient's projections in the Approved Capital Bid has not been made by the Grant Recipient in delivering the Approved Capital Bid;

Building Contract means a contract entered into between the Grant Recipient and a Building Contractor relating to the construction, conversion and/or development (as applicable) of a Firm Scheme;

Building Contractor means any building contractor or developer appointed or to be appointed by the Grant Recipient in respect of a Firm Scheme;

Business Day means any day other than a Saturday, Sunday or a statutory Bank Holiday in England;

Capital Funding Guide means the guide of that name published on the GOV.UK website at <https://www.gov.uk/guidance/capital-funding-guide> or any successor guide so published subject to such amendments variations or updates to the same may be published from time to time;

Capital Grant has the meaning set out in the Recovery Determination;

Capital Grant Recoverable means such amount of Capital Grant and interest thereon as Homes England is entitled to Recover under the Recovery Determination;

CDM Regulations means the Construction (Design and Management) Regulations 2015 S.I. No. 2015/51;

Change in Control means a change in control, which means the power of a person (or persons acting together) to secure that the affairs of another are conducted directly or indirectly in accordance with the wishes of that person (or those persons acting together) which in the case of a corporate body shall include:

- (a) being the beneficial owner of more than 50% of the issued share capital, membership rights or voting rights in that corporate body; or
- (b) having the right to appoint or remove a majority of the board of management; or
- (c) otherwise controlling the votes at board meetings of that corporate body by virtue of any powers conferred by:
 - i the corporate body's governing document;
 - ii any shareholder or members' agreement; or
 - iii any other document regulating the affairs of that corporate body;

CIPFA means the Chartered Institute of Public Finance and Accountancy;

Competent Authority means (as the case may be):

- (a) such persons, officeholders and bodies (however constituted) that are specified under any United Kingdom Competition Requirement as having responsibility for monitoring compliance with and/or legally enforcing Subsidy or the United Kingdom Competition Requirement or otherwise authorised to recover any Unlawful Subsidy; or
- (b) the courts of England and Wales;

Completed Firm Scheme means (notwithstanding the operation of Clause 16.2.13 (*Repayment of Grant*)) a Firm Scheme in relation to which Homes England has paid the total Firm Scheme Grant;

Completed Interest means a legal interest which meets the description in limbs (a) or (b) of the definition of Secure Legal Interest;

Completion means that stage in the Delivery of a Firm Scheme when:

- (a) the Grant Recipient holds a Completed Interest; and
- (b) each AHP Traveller Pitch comprised within the Firm Scheme is fit for beneficial occupation in accordance with any applicable NHBC or equivalent requirements current at the date of any required inspection and meets the Submitted Standards, the Strategic Objectives and the terms of this Agreement.

Completion Date means the date identified in limb (a) of the definition of Firm Scheme Completion Date;

Compliance Audit means the procedure (in a form advised by Homes England from time to time) by which an auditor independent of the Grant Recipient certifies (at the Grant Recipient's cost) whether the Firm Schemes Delivered pursuant to this Agreement satisfy Homes England's procedural compliance requirements (as described in the Capital Funding Guide);

Confidential Information means:

- (a) in respect of Homes England, all information relating to Homes England's business and affairs, its employees, suppliers including IMS systems, data and software programs and otherwise relating to the existence or terms of this Agreement in respect of which the Grant Recipient becomes aware in its capacity as a party to this Agreement or which is received by the Grant Recipient in relation to this Agreement from either Homes England or any of its advisers or from any third party, if the information was obtained by that third party directly or indirectly from Homes England or any of its advisors in whatever form in either case (including information given orally and any document electronic file or other means of recording or representing information which includes derives or is copied from such information); and
- (b) in the case of the Grant Recipient, such specific information as the Grant Recipient shall have identified to Homes England in writing prior to the date hereof as confidential information for the purposes of this Agreement;

Consents means any necessary approval, authorisation, consent, exemption, licence, permit, permission or registration by or from any Relevant Authority;

Constitutional Change Notification means a written notification addressed to grant_notifications@homesengland.gov.uk by way of the relevant 'Notification of Constitutional Change Form' required by Homes England on the following website: <https://www.gov.uk/government/publications/homes-england-historical-grant-and-constitutional-changes-notifications> (as the same may be supplemented, amended or updated from time to time) or by any other method which Homes England may notify from time to time;

Continuing Firm Scheme means a Firm Scheme in respect of which:

- (a) Start on Site has or will have occurred at the date of the expiry of the notice period referred to in Clause 17.4.2 (*Default Events and Termination*) or at the date of the expiry of the period referred to in Clause 17.6.2 (*Default Events and Termination*) (as applicable); and
- (b) the First Tranche has been paid;

Contractual Interest means a legal interest which meets the description set out in limb (d) of the definition of Secure Legal Interest;

CORE means the national information source "Continuous Recording" that records information on new occupiers of affordable housing and the properties they rent or buy;

Data Controller has the meaning ascribed to it in the Data Protection Legislation;

Data Protection Legislation means (i) Data Protection Act 2018 (the DPA) and the UK General Data Protection Regulation (GDPR) (created by the Data Protection, Privacy and Electronic Communications (EU Exit) Regulations 2019), (ii) any successor legislation to the GDPR or the DPA and (iii) all applicable Legislation relating to the processing of personal data and privacy;

Data Subject has the meaning ascribed to it in the Data Protection Legislation;

Default Event means any of a Scheme Default, a Specified Default, a Bid Default or a Fundamental Default;

Delivery means the acquisition, development and/or conversion (as applicable) of the Site and/or the Firm Scheme and/or AHP Traveller Pitches (as the context requires) and **Delivered** and/or **Delivering** shall be construed accordingly;

Development Costs means the costs relating to Site acquisition and/or Works in relation to a Firm Scheme incurred or to be incurred in respect of such Firm Scheme by the Grant Recipient in respect of the heads of expenditure set out in Part 2 to Schedule 2 (*Development Costs*) or such other heads of expenditure as Homes England may in its absolute discretion agree in respect of any Firm Scheme **provided that** any costs falling within the heads of expenditure set out in Part 2 (*Costs which are not Development Costs*) to Schedule 2 (*Development Costs*) shall not be capable of being treated as Development Costs;

Direction means a direction to the Regulator in relation to rent given by the Secretary of State from time to time pursuant to Section 197 of the HRA 2008;

Disposal means, other than a Permitted Disposal, a transaction the effect of which is that the legal or beneficial interest in any AHP Traveller Pitch or property comprised in a Firm Scheme on which any AHP Traveller Pitches have been or are to be developed (as the case may be) transfers to, becomes vested in, is leased to or reverts to another person;

Disposal Notification means a written notification addressed to grant_notifications@homesengland.gov.uk by way of the relevant 'Historical Grant Notification Form' required by Homes England on the following website: <https://www.gov.uk/government/publications/homes-england-historical-grant-and-constitutional-changes-notifications> (as the same may be supplemented, amended or updated from time to time) or by any other method which Homes England may notify from time to time;

EIR means the Environmental Information Regulations 2004 and any subordinate legislation made under the Environmental Information Regulations 2004 from time to time, together with any guidance and/or codes of practice issued by the Information Commissioner in relation to such legislation;

EIR Exception means any applicable exemption to EIR;

EU-UK Trade and Cooperation Agreement means the Trade and Cooperation Agreement Between The European Union And The European Atomic Energy Community, Of The One Part, And The United Kingdom Of Great Britain And Northern Ireland, Of The Other Part, Command Paper 426 (Treaty Series No. 8 (2021)), any modifications or supplements to it on or after it came into force, and any statutory instruments made in exercise of the powers conferred by it;

Exempted Information means any Information that is designated as falling or potentially falling within the FOIA Exemptions or the EIR Exceptions;

Expert means:

- (a) (where a dispute or difference hereunder is on a point of law or legal drafting) a Queen's Counsel practising in the area of law from which is most relevant to the point of law or legal drafting in question (as applicable) being such Counsel as may be appointed by the Parties (acting unanimously) or, failing agreement, such Counsel as shall be appointed at the request of either or both of the Parties by or on behalf of the President for the time being (or the next most senior available officer) of the Law Society; or
- (b) (where a matter concerns a financial dispute or difference) a qualified accountant from the Institute of Chartered Accountants in England and Wales may be jointly appointed by the Parties (acting unanimously) or, failing agreement, such accountant as shall be appointed at the request of either or both of the Parties by or on behalf of the President of the ICAEW or CIPFA; or
- (c) (in the case of any other matter) a senior Chartered Surveyor having at least ten (10) years' post-qualification experience in the development and/or management of affordable housing in England as may be jointly appointed by the Parties (acting unanimously) or, failing agreement, such surveyor as shall be appointed at the request of either or both of the Parties by or on behalf of the President for the time being (or the next most senior available officer) of the Royal Institution of Chartered Surveyors, such experience to be in relation to dealing with disputes of a kind of those which may be referred to them hereunder;

and "failing agreement" shall for these purposes mean failing any such joint appointment by the Parties of an Expert within five (5) Business Days of notice by one Parties to the other that the dispute or difference is to be referred to an Expert;

Final Tranche means the final (or in the case of a Single Claim Scheme, only) Tranche which may be claimed once the relevant Firm Scheme has achieved Firm Scheme Completion;

Financial Year means from the date of this Agreement to the next 31 March and thereafter from 1 April to 31 March in each year;

Firm Scheme means each scheme for the development of AHP Traveller Pitches as has been fully detailed in the "Offer Lines" of IMS and accepted by Homes England through IMS as an approved "Offer Line" either:

- (a) in accordance with Clause 4.1 (*Firm Schemes*); or
- (b) in accordance with Clause 7.4 (*Firm Scheme substitution and additions*) or Clause 7.12 (*Firm Scheme substitution and additions*);

Firm Scheme Completion means:

- (a) with respect to a Single Claim Scheme, Completion has been achieved; or
- (b) with respect to any Firm Scheme other than a Single Claim Scheme, Practical Completion has been achieved;

Firm Scheme Completion Date means the date set out in the Firm Scheme Delivery Timetable by which:

- (a) with respect to a Single Claim Scheme, Completion must have been (and has been) achieved; or
- (b) with respect to any Firm Scheme other than a Single Claim Scheme, Practical Completion must have been (and has been) achieved;

Firm Scheme Delivery Timetable means the timetable for the Delivery of each Firm Scheme as agreed by Homes England through IMS;

Firm Scheme Details means the descriptive and other details in respect of each Firm Scheme accepted by Homes England through IMS (as the same may be varied from time to time in accordance with the terms of this Agreement);

Firm Scheme Grant means the amount of grant payable by Homes England in respect of a Firm Scheme as set out in the relevant Firm Scheme Details;

First Claim Date means the first date set out in the relevant Firm Scheme Details on which the Grant Recipient is entitled to submit a claim for the relevant First Tranche pursuant to Clause 12 (*Grant Claim Procedures*);

First Tranche means the first (or in the case of a Single Claim Scheme, only) Tranche which may be claimed once the Grant Recipient has achieved the Relevant Claim Stage;

Flex Scheme means a Firm Scheme which Homes England has approved on IMS as a "CME Flex Scheme";

FOIA means the Freedom of Information Act 2000, and any subordinate legislation made under such Act from time to time together with any guidance and/or codes of practice issued by the Information Commissioner in relation to such legislation;

FOIA Exemption means any applicable exemption to FOIA;

Fundamental Default means any of a Fundamental (A) Default or a Fundamental (B) Default;

Fundamental (A) Default means the occurrence of any of the following:

- (a) an Insolvency Event has occurred in relation to the Grant Recipient;
- (b) a Prohibited Act has been committed by or on behalf of the Grant Recipient (in respect of which the Waiver Condition has not been satisfied);
- (c) any Consent necessary to the delivery of the Approved Capital Bid is withdrawn or revoked;
- (d) the Grant Recipient ceases operating or trading; or
- (e) the Grant Recipient's status as a Registered Provider is lost, removed or relinquished;

Fundamental (B) Default means the occurrence of any of the following:

- (a) the Grant Recipient's Investment Partner status is lost, removed or relinquished;
- (b) the Regulator directs or recommends that grant is not to be paid to the Grant Recipient; or
- (c) the Grant Recipient (either by its own actions or omissions, or those of its contractors or agents) harms Homes England's reputation or brings Homes England or AHP 2021/26 into disrepute;

Fundamental Termination Amount means the amount calculated by deducting the aggregated amount of all Firm Scheme Grant paid to the Grant Recipient pursuant to Clause 13.1 (*Payment of Grant*) in relation to all Completed Firm Schemes prior to the Notice Date from the aggregated amount of all Firm Scheme Grant paid to the Grant Recipient pursuant to that Clause prior to such date;

General Withholding Event means a GW1 Event, GW2 Event or a GW3 Event;

Grant Recipient Affiliate means a third party whose relationship with the Grant Recipient falls within limb (b) of the definition of Grant Recipient Party;

Grant Recipient Party means:

- (a) the Grant Recipient, the Building Contractor, any member of the Professional Team, agent, employee or Subcontractor of the Grant Recipient and the Grant Recipient's Representative; and
- (b) any subsidiary or holding company of the Grant Recipient or any subsidiary to any such holding company as subsidiary and holding company are defined in Section 1159 of the Companies Act 2006;

Grant Recipient's Representative means the Grant Recipient's development director (or equivalent) or such other person agreed by Homes England to act as the Grant Recipient's representative from time to time for the purposes of this Agreement;

GW1 Event means the occurrence any of the following:

- (a) a failure by the Grant Recipient to comply with any repayment or reporting obligation under this Agreement; or
- (b) a material breach by the Grant Recipient of any obligation under this Agreement (other than one listed in sub-paragraph (a) of this definition) and the Grant Recipient has not taken steps to remedy it to Homes England's satisfaction (acting reasonably);

GW2 Event means any of the following:

- (a) the Grant Recipient's Investment Partner status is lost, removed or relinquished;
- (b) the Regulator directs or recommends that Capital Grant is not to be paid to the Grant Recipient; or
- (c) the Grant Recipient fails to deliver all the AHP Traveller Pitches which it was committed to deliver under the Approved Capital Bid by 31 March 2026 (or such other date agreed by Homes England (in its absolute discretion) in IMS);

GW3 Event means any of the following:

- (a) an Insolvency Event occurs in relation to the Grant Recipient;
- (b) a Prohibited Act has been committed by or on behalf of the Grant Recipient (in respect of which the Waiver Condition has not been satisfied);
- (c) the Grant Recipient ceases operating or trading;
- (d) the Grant Recipient's status as a Registered Provider is lost, relinquished or removed or Homes England becomes aware that such status will be or is likely to be lost, relinquished or removed;
- (e) any Consent necessary to deliver the Approved Capital Bid is withdrawn or revoked; or
- (f) the Grant Recipient (either by its own actions or omissions, or those of its contractors or agents) harms Homes England's reputation or brings Homes England or AHP 2021/26 into disrepute;

Homes England's Representative means such person or persons as Homes England may nominate to act as its representative from time to time for the purposes of this Agreement;

Homes England Senior Officer means the Director of Affordable Housing Grants;

Housing Acts means the Housing Act 1985 and/or the Housing Act 1988 and/or the Housing Act 1996 and/or the HRA and/or Housing and Planning Act 2016 or any other acts or enablement's relating to the provision or regulation of housing;

HRA 2008 means the Housing and Regeneration Act 2008;

HS Act means the Health and Safety at Work etc. Act 1974;

IMS means Homes England's on-line investment management system from time to time or any successor system;

Information has the meaning in relation to:

- (a) the FOIA, given under Section 84 of the FOIA and which is held by Homes England or the Grant Recipient (as appropriate) at the time of receipt of an RFI; and
- (b) EIR, given under the definition of environmental information in Regulation 2 of the EIR and which is held by Homes England or Grant Recipient (as appropriate) at the time of receipt of an RFI;

Information Commissioner has the meaning set out in the Data Protection Legislation;

ICAEW means the Institute of Chartered Accountants in England and Wales;

Insolvency Event means the occurrence of any of the following in relation to the Grant Recipient:

- (a) it is unable or admits an inability to pay its debts as they fall due, suspends making payments on any of its debts or, by reason of actual or anticipated financial difficulties, commences negotiations with one or more of its creditors with a view to rescheduling any of its indebtedness;
- (b) the value of its assets is less than its liabilities (taking into account contingent and prospective liabilities);
- (c) a moratorium is declared in respect of any indebtedness and/or any moratorium pursuant to Section 145 of the HRA 2008;
- (d) any corporate action, legal proceedings or other procedure or step is taken in relation to:
 - i the suspension of payments, a moratorium of any indebtedness, winding-up, dissolution, administration or reorganisation (by way of voluntary arrangement, scheme of arrangement or otherwise) other than a solvent liquidation or reorganisation on terms previously approved by Homes England (such approval not to be unreasonably withheld or delayed);
 - ii a composition, compromise, assignment or arrangement with any of its creditors;
 - iii the appointment of a liquidator (other than in respect of a solvent liquidation on terms previously approved by Homes England, such approval not to be unreasonably withheld or delayed), receiver, administrative receiver, housing administrator, administrator, compulsory manager or other similar officer;
 - iv enforcement of any Security over any assets of the Grant Recipient; or

v any analogous procedure or step is taken in any jurisdiction,

other than any winding-up petition which is frivolous or vexatious and is discharged, stayed or dismissed within ten (10) Business Days of commencement; or

(e) any expropriation, attachment, sequestration, distress or execution affects any asset or assets of the Grant Recipient which has a Material Adverse Effect in relation to the Approved Capital Bid or any Firm Scheme;

Intellectual Property Rights shall include without limitation all rights to, and any interests in, any patents, designs, trademarks, copyright, know-how, trade secrets and any other proprietary rights or forms of intellectual property (protectable by registration or not) in respect of any technology, concept, idea, data, program or other software (including source and object codes), specification, plan, drawing, schedule, minutes, correspondence, scheme, formula, programme, design, system, process logo, mark, style, or other matter or thing, existing or conceived, used, developed or produced by any person;

Investment Partner means an organisation which has been confirmed by Homes England as having "Investment Partner Status" under Homes England's Investment Partner qualification procedure from time to time;

Know Your Customer Information means the information identified in the Homes England "know your customer" documentation as pertaining to the Grant Recipient and Grant Recipient's "Directors, Decision Makers or equivalent" or any other "know your customer" or comparable information identified by Homes England in connection with the Grant Recipient's Investment Partner application or status or the terms of this Agreement;

Legislation means:

- (a) any Act of Parliament;
- (b) any delegated or subordinate legislation within the meaning of Section 21(1) of the Interpretation Act 1978;
- (c) any exercise of the Royal Prerogative;
- (d) rule of court or directives or requirements of any Regulatory Body or notice of any Regulatory Body;

in each case in the United Kingdom; and

(e) any regulations, orders, bye-laws, regulatory policy, guidance or codes of practice of any local or statutory or Competent Authority (as the case may be) (including those specifically related to Travellers or Traveller Pitches) having jurisdiction over the territory in which the Firm Scheme is situated;

Material Adverse Effect means the effect of any event or circumstance which is reasonably likely to be materially adverse to the ability of the Grant Recipient to deliver the Approved Capital Bid or a Firm Scheme (as the context requires) on the basis agreed under this Agreement and/or within the time limits (if any) for doing so;

DLUHC means the Department for Levelling Up, Housing and Communities (or any successor body with similar or equivalent jurisdiction or authority);

Milestone means each stage in the Delivery of the Firm Scheme agreed by the parties in IMS (including (as applicable) the Acquisition Stage, Start on Site and Firm Scheme Completion);

Milestone Date means the date agreed by Homes England through IMS by which the relevant Milestone must have been achieved (as the same may be varied by Homes England pursuant to Clause 6.1 (*Time extensions*));

Milestone Extension Event means any of the following:

- (a) exceptionally adverse weather conditions;
- (b) delay in receipt of any necessary permission or approval of any statutory body or other person which the Grant Recipient has taken all practicable steps to avoid or reduce;
- (c) the exercise after the date of this Agreement by the United Kingdom Government of any statutory power which directly affects the execution of the construction Works necessary to the Delivery of the Firm Scheme by restricting the availability or use of labour which is essential to the proper carrying out of such Works or preventing the Grant Recipient from, or delaying in, securing such goods or materials or such fuel or energy as are essential to the proper carrying out of such Works;
- (d) the use or threat of terrorism and/or the activity of the relevant authorities in dealing with such use or threat;
- (e) fire, explosion, lightning, storm, tempest, flood, bursting or overflowing of water tanks, apparatus or pipes, ionising radiation, earthquakes, riot and civil commotion;
- (f) failure by any statutory undertaker, utility company or other like body to carry out works or provide services;
- (g) any accidental loss or damage to the development or any roads servicing it;
- (h) any failure or shortage of power, fuel or transport;
- (i) any blockade or embargo;
- (j) any:
 - i official or unofficial strike;
 - ii lockout;
 - iii go-slow; or
 - iv other dispute,

generally affecting the house building industry or a significant sector of it;

- (k) the appointment of the Building Contractor under the Building Contract has been terminated or the Building Contract has been terminated (where applicable); or
- (l) any material failure by the Building Contractor under the terms of the Building Contract (where applicable) which has the direct result of delaying the Grant Recipient's compliance with a Milestone Date and which did not result from the Grant Recipient's failure effectively to manage the Building Contract; or
- (m) any impediment, prevention or default, whether by act or omission by Homes England except to the extent caused or contributed to by any default, whether by act or omission, of the Grant Recipient,

unless:

- A any of the events arise (directly or indirectly) as a result of any wilful or negligent default or wilful or negligent act of the Grant Recipient or, save in respect of the event referred to in (k) above, any of its Subcontractors of any tier; or
- B in respect of the event referred to in (f) above, such event arises as a result of any failure by the Grant Recipient (whether wilful or otherwise) to notify the relevant statutory undertaker or utility company of the requirement for works or services to be completed by the date required to enable the Grant Recipient to complete the Firm Scheme by the Firm Scheme Completion Date;

Milestone Failure means a failure by the Grant Recipient fully to achieve any Milestone by the relevant Milestone Date;

Minimum Unexpired Term means the relevant lease has an unexpired term of at least sixty (60) years, having regard to the acknowledgment set out in paragraph 10 of the Agreed Principles;

MMC Scheme means a Firm Scheme comprised of dwellings constructed using one of the Modern Methods of Construction;

MMC Stage means each such stage in the delivery of a MMC Scheme which the parties agree must be achieved pursuant to Clause 12.4 (*Grant Claim Procedures*) before the Grant Recipient may submit a claim for Firm Scheme Grant;

Modern Methods of Construction means the methods of construction identified in Section 3.5 (*Modern Methods of Construction (MMC) categories for schemes*) in the Chapter of the Capital Funding Guide entitled "Procurement and Scheme issues";

NHBC means the National House-Building Council;

Non Compliance Notification Date means the date on which Homes England notifies the Grant Recipient that it has become aware that a Firm Scheme in respect of which it has paid Firm Scheme Grant does not meet the Firm Scheme Details;

Notice Date means the date of the notice served in accordance with Clause 17.7 (*Default Events and Termination*);

Notification Failure means in relation to each of Clauses 5.3.1 (*Changes to Firm Schemes*), 5.3.3 (*Changes to Firm Schemes*), 5.5.1 (*Changes to Firm Schemes*) and 5.5.3 (*Changes to Firm Schemes*) a failure by the Grant Recipient to advise Homes England within the period specified in the relevant Clause as to whether it wishes to proceed with a Firm Scheme or to withdraw it from the Agreement;

Open Book Basis means the full and transparent disclosure and declaration of all information which the Grant Recipient or a Grant Recipient Party is required to maintain, keep or disclose under this Agreement including all price components including profit margins, central office overheads, Site overheads, preliminaries, contingencies and the cost of all materials, goods, equipment, work and services, apportionments of such items together with all and any books of accounts;

Original Approved Capital Bid means the aggregate of the Original Bid Schemes accepted by Homes England in IMS via the "Offer" screen of IMS prior to the date of this Agreement;

Original Allocated Capital Grant means £[] being the amount of capital grant agreed by Homes England prior to the date of this Agreement as payable to the Grant Recipient in respect of the Original Approved Capital Bid;

Original Bid Scheme means a named scheme for the Delivery of AHP Traveller Pitches which forms part of the Original Approved Capital Bid;

Original Scheme means:

- (a) an Original Bid Scheme; or
- (b) a named scheme for the Delivery of AHP Traveller Pitches agreed by Homes England in IMS in the period between the date of its acceptance of the Original Approved Capital Bid and the date of this Agreement;

Permitted Disposal means any of the following:

- (a) the grant of a tenancy compliant with Clause 9.5 (*Operational Obligations*) in respect of AHP Traveller Pitches;
- (b) a disposal to a statutory undertaker for the purposes of the supply or transmission (whether exclusively or otherwise) of statutory services to the Site;
- (c) a disposal pursuant to or required by a planning obligation within the meaning of Section 106 or Section 299A of the Town and Country Planning Act 1990 in connection with the Firm Scheme;

- (d) a disposal to a highway authority for the purposes of or in connection with the adoption of roads, footpaths or cycleways on the Site;
- (e) the grant of any mortgage or charge in favour of a commercial or institutional lender;
- (f) the grant of an easement which does not materially prejudice the use or amenity of the AHP Traveller Pitches comprised in the relevant Firm Scheme; or
- (g) any other disposal which Homes England agrees from time to time in writing will be a Permitted Disposal;

Personal Data has the meaning ascribed to it in the Data Protection Legislation;

Planning Condition means any condition attached to or imposed upon any decision by a competent authority to grant planning permission or reserved matters approval under Part III of the Town and Country Planning Act 1990 (including any approvals issued pursuant to conditions);

Planning Permission means the grant of detailed planning permission either by the local planning authority or the Secretary of State;

Planning Requirement means a requirement or obligation or duty or restriction arising from:

- (a) an agreement (and any approvals given pursuant to such agreement) in respect of and affecting any AHP Traveller Pitch (or prospective AHP Traveller Pitches) made pursuant to Section 106 of the Town and Country Planning Act 1990 and/or Section 33 of the Local Government (Miscellaneous Provisions) Act 1982 and/or Section 38 and/or Section 278 of the Highways Act 1980 and/or Section 104 of the Water Industry Act 1991 and/or the Housing Acts (and any other enabling powers) or an agreement with any competent authority or body relating to other similar services including any nominations agreements or similar; and/or
- (b) a Planning Condition;

Planning Scheme means a Firm Scheme where the development of the AHP Traveller Pitches is a Planning Requirement and where the AHP Traveller Pitches are part of a wider non affordable housing scheme;

Practical Completion means that stage in the execution of a Firm Scheme when the Works have been completed in accordance with the terms of the relevant Building Contract and/or the terms of this Agreement such that the AHP Traveller Pitches comprised within the Firm Scheme are fit for beneficial occupation in accordance with applicable NHBC or equivalent requirements current at the date of any required inspection subject only to the existence of minor defects and/or minor omissions at the time of inspection which are capable of being made good or carried out without materially interfering with the beneficial use and enjoyment of the Firm Scheme and which would be reasonable to include in a snagging list.

Practical Completion Date means the date identified in limb (b) of the definition of Firm Scheme Completion Date;

Practical Completion Tranche Grant means subject to Clause 4.4 (*Firm Schemes*) (and any variation required or agreed pursuant to the terms of this Agreement) an amount equivalent to such per centum of the Firm Scheme Grant as is approved by Homes England on IMS as payable on achievement of Practical Completion with respect to the relevant Firm Scheme;

Pre-Final Claim Change means a change to a Firm Scheme proposed by the Grant Recipient pursuant to Clause 5.1 (*Changes to Firm Schemes*) in the period after the payment of the First Tranche but before the payment of the Final Tranche in relation to that Firm Scheme;

Pre-First Claim Change means a change to a Firm Scheme proposed by the Grant Recipient pursuant to Clause 5.1 (*Changes to Firm Schemes*) in the period prior to the payment of the First Tranche in relation to that Firm Scheme;

Previous AHP Programme means a Previous Programme supporting the delivery of affordable housing;

Previous Programme means any capital grant funding programme administered by Homes England or any of its statutory predecessors;

Process has the meaning ascribed to it in the Data Protection Legislation and the term **Processing** shall be construed accordingly;

Procurement Law means the Public Contracts Regulations 2015, the Concession Contracts Regulations 2016 (insofar as the same are applicable) together with any statutory modification or replacement regulations or Legislation on procurement by public bodies;

Professional Team means (as applicable) the architect, civil & structural engineer, the mechanical & electrical engineer and any other consultant appointed by the Grant Recipient in connection with a Firm Scheme;

Prohibited Act means:

- (a) offering, giving or agreeing to give to any servant of Homes England any gift or consideration of any kind as an inducement or reward:
 - i for doing or not doing (or for having done or not having done) any act in relation to the obtaining or performance of this Agreement; or
 - ii for showing or not showing favour or disfavour to any person in relation to this Agreement;
- (b) entering into this Agreement or any other agreement with Homes England relative to this Agreement in connection with which commission has been paid or has been agreed to be paid by the Grant Recipient or on its behalf, or to its knowledge, unless before the relevant agreement is entered into particulars of any such commission and of the terms and conditions of

any such agreement for the payment thereof have been disclosed in writing to Homes England;

- (c) committing any offence:
 - i under Legislation creating offences in respect of fraudulent acts;
 - ii at common law in respect of fraudulent acts in relation to this Agreement;
or
 - iii under the Bribery Act 2010 or the Criminal Finances Act 2017; or
- (d) defrauding or attempting to defraud or conspiring to defraud Homes England or the Regulator;

Public Sector Funding means all funding in relation to a Firm Scheme in money or money's worth (including the Firm Scheme Grant) received or receivable by the Grant Recipient from public sector bodies including for this purpose funding from government bodies (whether national or local), the European Union or bodies in receipt of lottery funds from the National Lottery Distribution Fund pursuant to the National Lotteries Acts 1993 and 1998 and any further funding by Homes England not provided under this Agreement;

Quarter means the period between each Quarter Date;

Quarter Date means 31 March, 30 June, 30 September or 31 December;

RCGF means the Recycled Capital Grant Fund maintained by the Grant Recipient in accordance with the Recovery Determination;

RCGF Proceeds means those proceeds of the RCGF utilised by the Grant Recipient in meeting the Development Costs in whole or in part;

Recover has the meaning set out in the Recovery Determination;

Recovery Determination means the Recovery of Capital Grants and Recycled Capital Grant Fund General Determination 2017 and any successor determination or other instrument;

Register means the register maintained by the Regulator pursuant to Section 111 of the HRA 2008;

Registered Provider means a body entered on the Register as a non-profit organisation or a profit-making organisation (as such terms are defined in Section 115 of the HRA 2008);

Regulator means the Regulator of Social Housing established pursuant to Chapter 2 of Part 2 of the HRA 2008 or any similar future authority (including any statutory successor) carrying on substantially the same regulatory or supervisory functions;

Regulatory Body means any government departments or regulatory, statutory and other entities, committees and bodies which, whether under statute, rules, regulations, codes of practice or otherwise, are entitled to regulate, investigate, or influence the matters dealt with in this Agreement, the AHP Traveller Pitches delivered pursuant to this Agreement or any other affairs of Homes England;

Relevant Authority means any governmental or other authority, court with relevant jurisdiction, the local planning authority, landlord, funder, adjoining landowner or any other person whose consent is required to undertake the Works necessary to the Delivery of the Firm Scheme or perform the Grant Recipient's obligations under this Agreement;

Relevant Body means:

- (a) where a dispute or difference is on a point of law or legal drafting, the President for the time being (or the next most senior available officer) of the Law Society; or
- (b) where a matter concerns a financial dispute or difference, the President of the ICAEW or CIPFA; or
- (c) in the case of any other matter, President for the time being (or the next most senior available officer) of the Royal Institution of Chartered Surveyors;

Relevant Claim Stage means the Acquisition Stage, Start on Site, Firm Scheme Completion and/or (in the case of any MMC Scheme) any applicable MMC Stage identified on IMS which must be achieved prior to the Grant Recipient making a claim for the Applicable Tranche in relation to the relevant Firm Scheme;

Relevant Claim Date means the date identified in the relevant Firm Scheme Details by which the Relevant Claim Stage must be achieved;

Relevant Event has the meaning attributed to it in the Recovery Determination;

Request for Information/RFI shall have the meaning set out in FOIA or any request for information under EIR which may relate to the Firm Schemes, this Agreement or any activities or business of Homes England;

Restructure means any merger or de-merger or consolidation or reconstruction or amalgamation or a transfer of its engagements to any person or the acceptance of any transfer of engagements from any person or any other arrangement having an equivalent effect to these;

Review Meeting means a meeting held pursuant to Clause 10.6 (*Review, Monitoring and Reporting*) and/or Clause 10.7 (*Review, Monitoring and Reporting*);

RIDDOR means Reporting of Injuries Diseases and Dangerous Occurrences Regulations 2013;

Scheme Default means in relation to any Firm Scheme the occurrence of any of the following:

- (a) the Grant Recipient is unable to make the representations and give the warranties set out in this Agreement (in any case in whole or in part) or is in breach of any representation or warranty set out in such Schedule and there is or is likely to be a resulting Material Adverse Effect in relation to that Firm Scheme;

- (b) the withdrawal or revocation of any Consent required to enable the Grant Recipient to Deliver that Firm Scheme;
- (c) a breach of the Grant Recipient's obligations under any of Clause 8 (*Delivery Obligations*) or Clause 9 (*Operational Obligations*) other than Clause 9.8 (*Operational Obligations*) in relation to that Firm Scheme;
- (d) the exercise by Homes England of its rights under Clause 14.1.2 (*Adjustments to Final Tranche*) or a failure by the Grant Recipient to agree any adjustment proposed by Homes England to the Firm Scheme Grant pursuant to Clause 14.2 (*Adjustments to Final Tranche*);
- (e) the Grant Recipient is in material breach of the Agreement or has otherwise failed to comply with any term of this Agreement and such breach or failure has or will have a Material Adverse Effect in relation to the Firm Scheme;
- (f) a failure or inability by the Grant Recipient to comply with the requirements of Clauses 12.1 (*Grant Claim Procedures*) to 12.4 (*Grant Claim Procedures*) (as applicable);
- (g) Start on Site is not achieved by the Start on Site Date and following discussions with the Grant Recipient Homes England (acting reasonably) considers that the Firm Scheme is unlikely to reach Firm Scheme Completion by 31 March 2026 (or such other date agreed by Homes England (in its absolute discretion) in IMS);
- (h) the Grant Recipient fails to achieve Firm Scheme Completion by 31 March 2026 (or such other date agreed by Homes England (in its absolute discretion) in IMS); or
- (i) a failure by the parties to agree a revised Firm Scheme Grant figure pursuant to Clause 16.3.3 (*Repayment of Grant*);

Scheme Termination Event means an event which would permit this Agreement to be terminated in relation to one or more particular Firm Schemes pursuant to Clause 17.1 (*Default Events and Termination*);

Scheme Withholding Event means in relation to any Firm Scheme the occurrence of any of a SW1 Event, SW2 Event or a SW3 Event;

Secure Legal Interest means the Grant Recipient has in respect of a Site:

- (a) freehold title registered with title absolute;
- (b) leasehold title registered with title absolute where the lease has a Minimum Unexpired Term;
- (c) either:
 - i freehold title registered with possessory title; or

- ii leasehold title registered with good leasehold title where the lease has at least sixty (60) years unexpired duration and,
 - iii in each case defective title indemnity insurance in favour of the Grant Recipient with a limit of indemnity to at least the Firm Scheme Grant for that Site; or
- (d) a binding contract with the owner of the legal and beneficial interest in the Site to secure one of the interests in limbs (a) to (c) and that securing that interest is conditional only upon the matters that are within the direct and unilateral control of the Grant Recipient;

Security means a mortgage charge pledge lien or other security interest securing any obligation of any person or any other agreement or arrangement having a similar effect (such as a sale or lease and leaseback, a blocked account set off or similar arrangement);

Service of Public Economic Interest has the meaning given to it under the United Kingdom Competition Requirement;

Shared Personal Data means Personal Data shared between Homes England and the Grant Recipient for Processing pursuant to this Agreement which is currently anticipated to be limited to Personal Data relating to Homes England employees such as email addresses and contact names and/or data requested pursuant to Clause 10.20.2 (*Review, Monitoring and Reporting*);

Short Lease means a lease of less than seven (7) years duration made between the Grant Recipient and a third party;

Single Claim Scheme means a Firm Scheme in respect of which the Grant Recipient may claim the Total Grant Tranche following the achievement of Completion;

Site means the site identified to Homes England as being the area of land, buildings or dwelling-houses comprised or to be comprised in a Firm Scheme;

Social Housing has the meaning attributed to it in Section 68 of the HRA 2008;

Specified Default means the occurrence of any of the following:

- (a) a failure by the Grant Recipient to comply with its obligations in any of Clause 9.8 (*Operational Obligations*), Schedule 4 (*Anti-Bribery and Anti-Corruption*) or Clause 10 (*Review, Monitoring and Reporting*) and/or any information supplied in connection with its obligations in Clause 10 (*Review, Monitoring and Reporting*), is materially deficient, misleading or inaccurate;
- (b) the Grant Recipient is unable to make the representations and give the warranties set out in this Agreement (Representations and Warranties) (in any case in whole or in part) or is in breach of any representation or warranty set out in this Agreement and there is or is likely to be a resulting Material Adverse Effect in relation to the Approved Capital Bid;

- (c) a failure by the Grant Recipient to comply with any obligation to pay or repay Homes England any amount due under this Agreement; or
- (d) the Grant Recipient is in material breach of the Agreement or has otherwise breached or failed to comply with any term of this Agreement and such breach or failure has or will have a Material Adverse Effect in relation to the Approved Capital Bid;

SPEI Allowable Costs means those costs incurred by the Grant Recipient in providing the AHP Traveller Pitches as specified in the 'Scheme Costs' tab of the relevant 'Offer Line Sub Product' screen on IMS (calculated using generally acceptable accounting principles) as follows:

- (a) the Development Costs;
- (b) all other direct costs of providing the AHP Traveller Pitches;
- (c) a proper proportion of costs (including for common infrastructure) if these are shared between AHP Traveller Pitches and other construction on Sites where the AHP Traveller Pitches are situated; and/or
- (d) other costs permitted under the United Kingdom Competition Requirement of operating the AHP Traveller Pitches;

SPEI Entrustment means the assignment of the specific task of providing and operating the AHP Traveller Pitches under the terms of this Agreement (including Schedule 8 (*SPEI Entrustment*)) as a Service of Public Economic Interest under the United Kingdom Competition Requirement;

SPEI Information means such information about or relating to the SPEI Allowable Costs, the SPEI Revenue, the SPEI Necessary Subsidy and such other information as Homes England may reasonably request;

SPEI Necessary Subsidy means under the United Kingdom Competition Requirement the maximum amount of Subsidy which may be provided without Unlawful Subsidy arising;

SPEI Overpayment means the extent to which Public Sector Funding (including Agreement Funding) exceeds the SPEI Necessary Subsidy;

SPEI Revenue means all income (including all Public Sector Funding but excluding Firm Scheme Grant) which the Grant Recipient or a Grant Recipient Affiliate receives for the purposes of or earns from the AHP Traveller Pitches;

SPEI Review means a review by Homes England of the provision of Agreement Funding to determine whether an SPEI Overpayment has arisen in relation to any Firm Scheme;

Start on Site means with respect to the relevant Firm Scheme:

- (a) the Grant Recipient and Building Contractor have entered into the Building Contract;
- (b) the Building Contractor has taken possession of the Site; and

- (c) the Start on Site Works to the Site have commenced;

Start on Site Date means the date identified in IMS on which Start on Site is forecast to be achieved (and has been achieved);

Start on Site Tranche Grant means subject to Clause 4.4 (*Firm Schemes*) (and any variation required or agreed pursuant to the terms of this Agreement) an amount equivalent to such per centum of the Firm Scheme Grant as is approved by Homes England on IMS as payable on achievement of Start on Site with respect to the relevant Firm Scheme;

Start on Site Works means in respect of any Firm Scheme:

- (a) the commencement of the physical Works to the Site;
- (b) excavation for strip or trench foundations or for pad footings;
- (c) digging out and preparation of ground for raft foundations;
- (d) vibrofloatation, piling, boring for piles or pile driving;
- (e) drainage works specific for the buildings forming part of the Firm Scheme;
or
- (f) such works of demolition or service diversion as are expressly and strictly contemplated in Section 3 (Grant Claims and payments) in the Chapter of the Capital Funding Guide entitled "Finance";

Strategic Objectives means the strategic objectives (including, inter alia, the use of Modern Methods of Construction and of small to medium-sized enterprise (SME) contractors) applicable to each Firm Scheme as identified in the relevant "Offer Line Sub Product – screen for capture" in IMS;

Subcontractor means any subcontractor appointed by the Grant Recipient to undertake all or part of the Works;

Submitted Standards means in respect of each Firm Scheme the standards submitted by the Grant Recipient and referenced in the Firm Scheme Details in IMS in respect of each Firm Scheme;

Subsidy means any direct or indirect financial assistance which:

- (a) arises from the resources of the United Kingdom Government, devolved government, other public authority in the United Kingdom or an emanation of any of these, including:
 - i a direct or contingent transfer of funds such as direct grants, loans or loan guarantees;
 - ii the forgoing of revenue that is otherwise due;
 - iii the provision of goods or services, or the purchase of goods or services;
or

- iv a measure analogous to these,
- (b) confers an economic advantage on one or more economic actors;
- (c) is specific insofar as it benefits, as a matter of law or fact, certain economic actors over others in relation to the production of certain goods or services; and
- (d) has, or could have, an effect on trade or investment between the United Kingdom and any part of the European Economic Area and/or any other country or countries which the United Kingdom has entered into a trade agreement with which has provisions in respect of public sector funding arrangements;

Substitute Scheme has the meaning ascribed to it in Clause 7.1 (*Firm Scheme substitution and additions*);

SW1 Event means a failure by the Grant Recipient to Deliver the Firm Scheme (other than one comprised within an SW3 Event) in accordance with the Firm Scheme Details or to the Submitted Standards and/or the Strategic Objectives;

SW2 Event means the occurrence of any of the following:

- (a) the Grant Recipient is unable to give the confirmations or certifications required by IMS or to make the representations and give the warranties referred to in Clause 12.3 (*Grant Claim Procedures*) (in any case in whole or in part); or
- (b) a material breach by the Grant Recipient of any obligation under this Agreement in relation to a Firm Scheme (other than one comprised within an SW1 Event or SW3 Event in relation to that Firm Scheme) and which:
 - i the Grant Recipient has not taken steps to remedy it to Homes England's satisfaction (acting reasonably); or
 - ii which is incapable of remedy;
- (c) any Consent necessary to Deliver the Firm Scheme is revoked or withdrawn;

SW3 Event means a failure by the Grant Recipient to Deliver a Firm Scheme in accordance with the Firm Scheme Delivery Timetable (in circumstances where Homes England did not agree revised Milestone Dates in accordance with Clause 6 (*Time extensions*));

Tenancy Standard means the tenancy standard published by the Regulator from time to time pursuant to its power under Section 193 of the HRA 2008;

Total Grant Tranche means the total Firm Scheme Grant identified on IMS as payable on achievement of Completion of the relevant Single Claim Scheme;

Total Termination Event means an event which would permit this Agreement to be terminated as a whole pursuant to Clause 17.3 (*Default Events and Termination*),

Clause 17.5 (*Default Events and Termination*) or Clause 17.7 (*Default Events and Termination*);

TP Funding Requirement means the requirements set out in Schedule 10 (*TP Funding Requirement*);

Tranche means (as the context requires) the Acquisition Tranche Grant, Start on Site Tranche Grant, Practical Completion Tranche Grant or Total Grant Tranche;

Transparency Obligations means the obligations set out in Clause 11 (*Transparency Obligations*);

Traveller Pitch means in relation to each Firm Scheme a space for a family unit comprising at least an Amenity Building, access to utilities and hard standing area to accommodate at least one large trailer or caravan, parking for one vehicle and drying space for clothes as more particularly described in the relevant Firm Scheme Details;

Travellers means persons defined as "travellers" in paragraph 4 of Annex 1 of the "Planning policy for traveller sites" issued by the Department for Communities and Local Government in August 2015 which for the avoidance of doubt includes Gypsies and Irish Travellers, New Age Travellers and Travelling Show People and the term **Traveller** shall be construed accordingly;

Undeliverable Scheme means a Firm Scheme in respect of which there is a material risk of a Milestone Failure arising otherwise than as a result of the occurrence of a Milestone Extension Event;

United Kingdom Competition Requirement means as provided for in the provisions of Chapter 3 (Subsidy Control) of Title XI (Level Playing Field for Open and Fair Competition and Sustainable Development) of the EU-UK Trade and Cooperation Agreement (as incorporated into the laws of England and Wales, Scotland and Northern Ireland by Section 29 of the European Union (Future Relationship) Act 2020) and/or the Subsidy Control Act 2022 (to the extent in force) and/or such other Legislation and/or regulations and/or guidance issued by the Secretary of State and/or approved by Parliament which is in force and/or applies in England which regulates Subsidy;

Unlawful Subsidy means Subsidy which is in contravention of or is an infringement of the United Kingdom Competition Requirement;

VAT means Value Added Tax as presently charged under the Value Added Tax Act 1994 or any tax of a similar nature;

Waiver Condition means provision of satisfactory evidence by the Grant Recipient to Homes England that the relevant Prohibited Act was committed by:

- (a) an employee acting independently of the Grant Recipient;
- (b) a Subcontractor of any tier (or any employee of a Subcontractor not acting independently of the Subcontractor);
- (c) an employee of a Subcontractor of any tier acting independently of such subcontractor; or

- (d) any person not specified in parts (a), (b) or (c),

and Homes England is satisfied that the Grant Recipient and/or the Subcontractor (as applicable) has taken such action as is appropriate taking in to account the nature and the circumstances of the relevant Prohibited Act. "Acting independently" for these purposes means not acting with the authority or knowledge of any one or more of the directors of the Grant Recipient or relevant Subcontractor;

Withdrawn Scheme means a Firm Scheme withdrawn by the Grant Recipient pursuant to Clause 5.3.1 (*Changes to Firm Schemes*);

Withholding Event means a General Withholding Event or a Scheme Withholding Event; and

Works means in relation to each Firm Scheme all of the works (including the Start on Site Works, the design, infrastructure works and all other works necessary for obtaining access to the AHP Traveller Pitches) (if any) to be undertaken in order to ensure that the AHP Traveller Pitches meet the Submitted Standards and Strategic Objectives and are constructed, developed and/or converted (as applicable) in accordance with the Firm Scheme Details.

1.2 Interpretation

1.2.1 Words denoting any gender include all other genders.

1.2.2 The singular includes the plural and vice versa.

1.2.3 Any reference in this Agreement to any Clause, sub-Clause, paragraph, Schedule or section heading is, except where it is expressly stated to the contrary, a reference to such Clause, sub-Clause, paragraph, Schedule or section heading of this Agreement.

1.2.4 Any reference to this Agreement or to any other document or publication shall include (except where expressly stated otherwise) any variation, amendment or supplement to or restatement of such document or publication to the extent that such variation, amendment, supplement or restatement is not prohibited under the terms of this Agreement.

1.2.5 Any reference to any enactment, order, regulation, determination or similar instrument shall (except where expressly stated otherwise) be construed as a reference to the enactment, order, regulation, determination or instrument as amended, replaced, consolidated or re-enacted.

1.2.6 A reference to a person includes firms, partnerships and corporate bodies and their successors and permitted assignees or transferees.

1.2.7 Headings are for convenience of reference only.

1.2.8 A party means a party to this Agreement.

1.2.9 The words includes or including are to be construed without limitation.

- 1.2.10 Where any discretion is granted by this Agreement to any party, that party shall be entitled to exercise that discretion freely and without fetter (implied or otherwise).
- 1.2.11 A paragraph in a Schedule shall be construed as reference to a paragraph in that particular Schedule.
- 1.2.12 A deliberate act or omission of any person shall exclude acts or omissions which were within the contemplation of the parties or which were otherwise provided for in this Agreement.
- 1.2.13 In any case where the consent or approval of Homes England (or any officer of Homes England) is required or a notice is to be given by Homes England, such consent or approval or notice shall only be validly given if it is in writing and signed by (if relevant) the officer stipulated in this Agreement or such other person as may be specified by Homes England by notice in writing to the Grant Recipient.
- 1.2.14 An obligation to do anything includes an obligation to procure its being done.
- 1.2.15 Any restriction includes an obligation not to permit infringement of the restriction.
- 1.2.16 The terms "Site" and "Firm Scheme" include each and every part of it.
- 1.2.17 When there are two or more persons affected by the obligations under this Agreement such obligations are to bind each such person jointly and severally.
- 1.2.18 Save where a contrary intention is shown, any reference to Homes England acting reasonably shall be interpreted as requiring Homes England to act in a commercially reasonable manner and any reference to the exercise of a discretion by Homes England shall be construed as permitting Homes England to exercise its discretion freely and without constraint of any kind.
- 1.2.19 If there is any ambiguity or conflict between the implied terms and the express terms of this Agreement then the express terms shall prevail.
- 1.2.20 The Grant Recipient shall in relation to the delivery of its obligations under this Agreement be responsible as against Homes England for the acts or omissions of any Grant Recipient Party as if they were the acts or omissions of the Grant Recipient.
- 1.2.21 Neither the giving of any approval, consent, examination, acknowledgement, knowledge of the terms of any agreement or document nor the review of any document or course of action by or on behalf of Homes England shall, unless otherwise expressly stated in this Agreement or agreed in writing by Homes England, relieve the Grant Recipient of any of its obligations under this Agreement or of any duty which it may have hereunder to ensure the correctness, accuracy or suitability of the matter or thing which is the subject of the approval, consent, examination, acknowledgement or knowledge nor confer impose or imply any liability or responsibility on or on behalf of Homes England in respect of or in connection with the matter to or in relation to which such approval consent examination acknowledgement was given or review made.

- 1.2.22 In the event of any conflict between the Original Allocated Capital Grant figure set out in IMS (and accepted by Homes England through IMS) and the Original Allocated Capital Grant figure set out in the definition of Original Allocated Capital Grant in this Agreement, the Original Allocated Capital Grant figure set out in IMS shall prevail.
- 1.2.23 Where this Agreement refers to information set out in IMS, this Agreement shall be construed as incorporating such information into its terms.
- 1.2.24 The terms "Allocated Capital Grant", "Original Allocated Capital Grant" and "Firm Scheme Grant" shall (unless the context precludes such interpretation) include every Tranche thereof.
- 1.2.25 Any terms used in the definition of "Subsidy" shall, unless the context requires otherwise, be construed as having the meaning given to them in the United Kingdom Competition Requirement.
- 1.2.26 Any reference to a Section and/or a Chapter of the Capital Funding Guide in this Agreement shall refer to any successor, replacement or amendment of such Section or Chapter from time to time.

2 Purpose

- 2.1 Homes England has agreed to make the Allocated Capital Grant available to the Grant Recipient to enable it to provide the AHP Traveller Pitches subject to and in accordance with the terms and conditions of this Agreement.
- 2.2 Each party undertakes to co-operate with the other to facilitate the proper performance of this Agreement and the delivery of the Firm Schemes.

3 Acknowledgements, Representations and Warranties

- 3.1 Without prejudice to any other term of this Agreement, the parties acknowledge for the purposes of the record that Homes England agreed in response to the Grant Recipient's initial bid under the AHP 2021/26 to advance grant funding to the Grant Recipient in an initial amount equal to the Original Allocated Capital Grant to facilitate the delivery of the Original Approved Capital Bid.
- 3.2 Without prejudice to any other term of this Agreement, the Grant Recipient:
- 3.2.1 expressly acknowledges the Agreed Principles and agrees to observe them and to be bound by them;
- 3.2.2 represents and warrants in the terms set out in Part 1 (*Agreed Principles*) of Schedule 1 (*Representations and Warranties*) to Homes England on the date hereof and on each day during the currency of this Agreement; and
- 3.2.3 acknowledges and agrees that Homes England is relying on such representations and warranties and that each of such warranties and representations shall be separate and independent and, save as expressly provided to the contrary, shall not be limited by reference to any of them or by any other provisions of this Agreement.

4 Firm Schemes

4.1 The Grant Recipient must not less than five (5) Business Days (or such other period agreed by Homes England in its absolute discretion) prior to the projected First Claim Date ensure that such details of each Original Scheme as are required by Homes England have been accurately uploaded onto IMS. Where the relevant scheme is accepted by Homes England through IMS, it will become a Firm Scheme for the purposes of this Agreement with effect from the Acceptance Date.

4.2 The Grant Recipient represents and warrants to Homes England in relation to each Firm Scheme that:

4.2.1 the Firm Scheme:

- (a) is in its opinion (acting reasonably) deliverable in accordance with the Firm Scheme Delivery Timetable and is consistent with the Submitted Standards and Strategic Objectives; and
- (b) comprises no Public Sector Funding beyond that identified in the Firm Scheme Details;

4.2.2 the Grant Recipient:

- (a) possesses a Secure Legal Interest in the Site;
- (b) has obtained all Consents necessary for the lawful Delivery of the Firm Scheme in accordance with the Firm Scheme Details as are then required;
- (c) is not subject to an Insolvency Event; and
- (d) has complied with all applicable requirements of the Capital Funding Guide in relation to the Firm Scheme.

4.3 Homes England has no obligation to make any payment of grant to the Grant Recipient in relation to anything other than a Firm Scheme.

4.4 Homes England may at its absolute discretion vary the percentages attributed to the Acquisition Tranche Grant, the Start on Site Tranche Grant and/or Practical Completion Tranche Grant (as applicable) from time to time save that no such variation will take effect in relation to a Tranche which has already been paid.

4.5 Under no circumstances shall Homes England be obliged to accept any scheme as a Firm Scheme if Homes England (acting reasonably) believes that it does not, will not or is unlikely to have sufficient financial resources available to it (taking account inter alia of its commitments under the AHP 2021/26 or other programme commitments) to provide grant funding in relation to the relevant scheme.

5 Changes to Firm Schemes

5.1 The Grant Recipient may propose changes to any Firm Scheme at any time prior to the Firm Scheme Completion Date. Any such changes must be proposed via IMS and must take account of any Tranche already received by the Grant Recipient.

5.2 Where a Pre-First Claim Change is proposed, Homes England will be entitled to accept or reject such change or to accept it subject to adjustment by Homes England in accordance with the process set out in Clause 5.3 (*Changes to Firm Schemes*) unless Homes England agrees that the relevant change may be agreed by some other means.

5.3 If Homes England:

5.3.1 accepts a Pre-First Claim Change in principle, it shall be entitled to recalculate the Firm Scheme Grant allocated to the Firm Scheme by reference to the proposed change. Where the result of that recalculation is a lower Firm Scheme Grant figure than that set out in the Firm Scheme Details, Homes England will notify the Grant Recipient and the Grant Recipient will have twenty (20) Business Days from the date of receipt of Homes England's notification to advise Homes England as to whether it wishes to withdraw the Firm Scheme from this Agreement or proceed with it on the basis of the recalculated Firm Scheme Grant figure or to withdraw the proposed a Pre-First Claim Change. If:

- (a) the Firm Scheme is withdrawn by the Grant Recipient, Homes England will (subject to any invocation by the Grant Recipient of Clause 7.1 (*Firm Scheme substitution and additions*) and any resulting operation of Clause 7 (*Firm Scheme substitution and additions*)) withdraw the Firm Scheme Grant allocated to such scheme and the Allocated Capital Grant figure will be reduced commensurately;
- (b) the proposed Pre-First Claim Change is withdrawn by the Grant Recipient, the Grant Recipient shall reinstate in IMS the Firm Scheme Details ante the date of the proposed Pre-First Claim Change and, following Homes England's approval of such reinstated details in IMS, the Firm Scheme shall proceed on the basis of those reinstated Firm Scheme Details;
- (c) the Grant Recipient wishes to proceed with the Firm Scheme, it must immediately amend the Firm Scheme Details in IMS to reflect the Pre-First Claim Change and the recalculated Firm Scheme Grant figure. The amended Firm Scheme Details (together with any adjustments to the sum and percentages of any subsequent Tranche due resulting from the recalculated Firm Scheme Grant figure being lower than the original Firm Scheme Grant figure) will be deemed to be effective from the date of their acceptance by Homes England (through IMS); or
- (d) a Notification Failure occurs, Homes England shall be entitled (but not obliged) to treat such failure as a decision by the Grant Recipient to withdraw the Firm Scheme from this Agreement.

5.3.2 accepts a Pre-First Claim Change (including any change to the Firm Scheme Grant figure) as proposed by the Grant Recipient, it will accept the change through IMS and the relevant Firm Scheme Details will be deemed to have been amended with effect from the date of such acceptance;

5.3.3 rejects a Pre-First Claim Change, Homes England will notify the Grant Recipient and the Grant Recipient will have twenty (20) Business Days from the date of

Homes England's notification to advise Homes England as to whether it wishes to proceed with the Firm Scheme on the original basis or to withdraw it. If:

- (a) the Firm Scheme is withdrawn by the Grant Recipient, Homes England will permanently withdraw the Firm Scheme Grant allocated to such scheme and the Allocated Capital Grant figure will be reduced commensurately; or
- (b) a Notification Failure occurs, Homes England shall be entitled (but not obliged) to treat such failure as a decision by the Grant Recipient to withdraw the Firm Scheme from this Agreement and Clause 5.3.3(a) (*Changes to Firm Schemes*) shall apply.

5.4 Where a Pre-Final Claim Change is proposed, Homes England will be entitled to accept or reject such change or to accept it subject to adjustment by Homes England in accordance with the process set out in Clause 5.5 (*Changes to Firm Schemes*) unless Homes England agrees that the relevant change may be agreed by some other means.

5.5 If Homes England:

5.5.1 accepts the Pre-Final Claim Change in principle, it shall be entitled to recalculate the Firm Scheme Grant allocated to the Firm Scheme by reference to the proposed change. Where the result of that recalculation is a lower Firm Scheme Grant figure than that set out in the Firm Scheme Details, Homes England will notify the Grant Recipient and the Grant Recipient will have twenty (20) Business Days from the date of receipt of Homes England's notification to advise Homes England as to whether it wishes to withdraw the Firm Scheme from this Agreement, proceed with the Firm Scheme on the basis of the recalculated Firm Scheme Grant figure or retract the Pre-Final Claim Change. If:

- (a) the Grant Recipient wishes to withdraw the Firm Scheme, Homes England will permanently withdraw the balance of the Firm Scheme Grant allocated to such scheme and the Grant Recipient must repay Homes England a sum equivalent to such part of the Firm Scheme Grant as has then been received by it (if any), such repayment to be made within fifteen (15) Business Days of receipt of Homes England's written demand for the same;
- (b) the Grant Recipient wishes to proceed with the Firm Scheme, it must immediately amend the Firm Scheme Details in IMS to reflect both the Pre-Final Claim Change and the recalculated Firm Scheme Grant figure and the amended Firm Scheme Details will be deemed to be effective from the date of their acceptance by Homes England (through IMS). The remaining Tranches due to be paid to the Grant Recipient in respect of the Firm Scheme (each a **Remaining Tranche**) will be adjusted downwards to take account of the recalculated Firm Scheme Grant figure in such proportions as Homes England shall determine. If such adjustment would result in any Remaining Tranches being a negative figure (and being therefore an overpayment of Firm Scheme Grant), the Grant Recipient must pay Homes England a sum equivalent to the difference (expressed as a positive sum) between the negative figure and

zero within fifteen (15) Business Days of receipt of Homes England's written demand for the same;

- (c) the Grant Recipient wishes to retract the Pre-Final Claim Change, it must do so immediately via IMS and the Firm Scheme will proceed as contemplated ante the Grant Recipient's submission of the Pre-Final Claim Change; or
- (d) a Notification Failure occurs, Homes England shall be entitled (but not obliged) to treat such failure as a decision by the Grant Recipient to withdraw the Firm Scheme from this Agreement and Clause 5.5.1(a) (*Changes to Firm Schemes*) shall apply.

5.5.2 accepts the Pre-Final Claim Change (including any change to the Firm Scheme Grant figure) as proposed by the Grant Recipient, it will accept the change through IMS and the relevant Firm Scheme Details will be deemed to have been amended with effect from the date of such acceptance;

5.5.3 rejects the Pre-Final Claim Change, Homes England will notify the Grant Recipient and the Grant Recipient will have twenty (20) Business Days from the date of Homes England's notification to advise Homes England as to whether it wishes to proceed with the Firm Scheme on the original basis or to withdraw it. If:

- (a) the Grant Recipient wishes to withdraw the Firm Scheme, Homes England will permanently withdraw the balance of the Firm Scheme Grant allocated to such scheme and the Grant Recipient must repay Homes England a sum equivalent to such part of the Firm Scheme Grant as has then been received by it, such repayment to be made within fifteen (15) Business Days of receipt of Homes England's written demand for the same; or
- (b) a Notification Failure occurs, Homes England shall be entitled (but not obliged) to treat such failure as a decision by the Grant Recipient to withdraw the Firm Scheme from this Agreement and Clause 5.5.3(a) (*Changes to Firm Schemes*) shall apply.

5.6 The parties acknowledge and agree that any changes required to Firm Scheme Details with respect to a Single Claim Scheme will be governed by the principles set out in Clauses 5.2 and 5.3 (*Changes to Firm Schemes*).

5.7 Homes England will not be obliged to pay any Tranche to the Grant Recipient in relation to any Firm Scheme unless any extant changes required to be made to the Firm Scheme Details by Clause 5.3 (*Changes to Firm Schemes*) or Clause 5.5 (*Changes to Firm Schemes*) have been made and have been accepted by Homes England in IMS.

5.8 Under no circumstances will Homes England be required to accept any Pre-First Claim Change or Pre-Final Claim Change which would have the result of increasing the amount of the Allocated Capital Grant or the Firm Scheme Grant in relation to the relevant Firm Scheme.

5.9 Where pursuant to Clause 5.5.1(b) (*Changes to Firm Schemes*) any Tranche must be adjusted downwards to take account of the recalculated Firm Scheme Grant figure, nothing shall preclude the parties from agreeing the proportion of such adjustment but in default of agreement the proportion determined by Homes England shall prevail.

5.10 Any change to the Firm Scheme Details and/or the Approved Capital Bid resulting from the application of this Clause 5 (*Changes to Firm Schemes*) shall be implemented by the Grant Recipient amending the Firm Scheme Details in IMS and confirmed by Homes England's acceptance of that amendment through IMS and in default of agreement the parties will be bound by the Firm Scheme Details as they existed prior to the change proposed.

6 **Time extensions**

6.1 Where a Milestone Failure occurs or is in the opinion of Homes England reasonably likely to occur (having regard to the information pursuant to Clause 9.4 (*Operational Obligations*) or Clause 10 (*Review, Monitoring and Reporting*)) and such failure is directly caused by a Milestone Extension Event, Homes England shall, subject always to Clause 6.3 (*Time extensions*), extend the relevant Milestone Date and associated Firm Scheme Completion Date by such period as it (acting reasonably) considers appropriate to take account of the delay caused or likely to be caused by the Milestone Extension Event.

6.2 Homes England shall not be obliged to extend a Milestone Date:

6.2.1 unless a Milestone Extension Event exists; or

6.2.2 in circumstances where such extension would (when taken individually or together with other extensions in relation to the Grant Recipient) in Homes England's reasonable opinion materially and adversely affect the delivery of the Approved Capital Bid or (when taken individually or together with other extensions in relation to the Grant Recipient or other grant recipients of the AHP 2021/26) materially and adversely affect Homes England's projected expenditure profile in relation to any year of the AHP 2021/26 and in particular (but without limitation) such expenditure profile in relation to the last Quarter of the relevant Financial Year.

6.3 Homes England shall not under any circumstances be required or obliged to extend a Firm Scheme Completion Date beyond 31 March 2026 but may at its sole discretion elect to do so and any decision to grant a such an extension shall be subject to sufficient financial resources being available to Homes England at the relevant time.

7 **Firm Scheme substitution and additions**

7.1 The Grant Recipient may request Homes England to accept the substitution of a different scheme (a Substitute Scheme) in place of an Undeliverable Scheme or a Withdrawn Scheme.

7.2 If the Grant Recipient wishes to submit a Substitute Scheme, it must submit to Homes England through IMS such details of the relevant Substitute Scheme as Homes England may require. In submitting the details of the Substitute Scheme, the Grant Recipient is deemed to make and give the same representations and warranties in relation to the Substitute Scheme as it gives pursuant to Clause 4.2 (*Firm Schemes*) in relation to a Firm Scheme.

- 7.3 Homes England shall consider the submitted details and if Homes England is satisfied:
- 7.3.1 with the information provided;
 - 7.3.2 with the level of grant funding requested;
 - 7.3.3 with the frequency of grant payment requested;
 - 7.3.4 that the Substitute Scheme offers value for money;
 - 7.3.5 that the Substitute Scheme is consistent with the Approved Capital Bid (including the scheme cost information and information in relation to the level of the Grant Recipient's contribution);
 - 7.3.6 that the Grant Recipient's performance in respect of other Firm Schemes has satisfied the terms of this Agreement;
 - 7.3.7 that Start on Site for the Substitute Scheme will occur on or before 30 September 2025 (or such other date agreed by Homes England (in its absolute discretion) in IMS) and the Substitute Scheme can be fully delivered by 31 March 2026 (or such other date agreed by Homes England (in its absolute discretion) in IMS);
 - 7.3.8 that no Bid Default, Fundamental Default nor Specified Default subsists; and
 - 7.3.9 that the Submitted Standards and the Strategic Objectives submitted in respect of such scheme by the Grant Recipient are satisfactory,

Homes England shall be entitled (but not obliged) to accept the Substitute Scheme as a Firm Scheme.

- 7.4 Where Homes England accepts a Substitute Scheme into the Approved Capital Bid pursuant to Clause 7.3 (*Firm Scheme substitution and additions*) it will confirm its acceptance of such scheme to the Grant Recipient through IMS.

- 7.5 With effect from the date of Home's England's confirmation under Clause 7.4 (*Firm Scheme substitution and additions*):

- 7.5.1 the Substitute Scheme shall constitute a Firm Scheme and shall be immediately subject to the whole terms and conditions of this Agreement;
- 7.5.2 the details set out by the Grant Recipient in respect of the Substitute Scheme in IMS and as confirmed by Homes England through IMS shall be deemed to be Firm Scheme Details for the purposes of this Agreement; and
- 7.5.3 the Grant Recipient must ensure that it complies with all of its obligations under this Agreement as they apply to such Substitute Scheme.

- 7.6 It is agreed by the parties that any Firm Scheme Grant received by the Grant Recipient in relation to the Undeliverable Scheme shall be deemed to have been received by the Grant Recipient in relation to the Substitute Scheme on the basis recorded in IMS.

- 7.7 The Grant Recipient acknowledges and agrees that an Undeliverable Scheme constitutes a "project" for the purposes of and falls within paragraph 7(e) of the Recovery Determination.

- 7.8 The parties shall be entitled from time to time to agree to add Additional Schemes to those comprised within the Original Approved Capital Bid.
- 7.9 Where Clause 7.8 (*Firm Scheme substitution and additions*) applies, the Grant Recipient shall submit to Homes England through IMS such details of the proposed Additional Scheme as Homes England may require.
- 7.10 In submitting such details, the Grant Recipient makes the same representations and warranties in relation to the proposed Additional Scheme as it makes to Homes England pursuant to Clause 4.2 (*Firm Schemes*).
- 7.11 Homes England shall consider the Additional Scheme and if Homes England is satisfied that:
- 7.11.1 the Additional Scheme offers value for money;
 - 7.11.2 the Grant Recipient's performance in respect of other Firm Schemes comprised within the Approved Capital Bid has been of an acceptable standard and has satisfied the terms of this Agreement;
 - 7.11.3 Start on Site for the Additional Scheme will occur on or before 30 September 2025 (or such other date as Homes England may in its absolute discretion agree) and the Additional Scheme can be fully delivered by 31 March 2026 (or such other date agreed by Homes England (in its absolute discretion) in IMS);
 - 7.11.4 no Bid Default, Fundamental Default nor Specified Default subsists; and
 - 7.11.5 the Submitted Standards and the Strategic Objectives submitted in respect of such Additional Scheme by the Grant Recipient are satisfactory,
- Homes England shall be entitled (but not obliged) to accept the Additional Scheme into the Approved Capital Bid.
- 7.12 Where Homes England accepts an Additional Scheme into the Approved Capital Bid pursuant to Clause 7.11 (*Firm Scheme substitution and additions*) it shall confirm such acceptance to the Grant Recipient through IMS.
- 7.13 With effect from the date of Home's England's confirmation under Clause 7.12 (*Firm Scheme substitution and additions*):
- 7.13.1 the Additional Scheme shall be deemed to be a Firm Scheme for the purposes of this Agreement and immediately subject to its whole terms and conditions;
 - 7.13.2 the details set out by the Grant Recipient in respect of the Additional Scheme in IMS and as confirmed by Homes England through IMS shall be deemed to be Firm Scheme Details for the purposes of this Agreement; and
 - 7.13.3 the Grant Recipient must ensure that it complies with all of its obligations under this Agreement as they apply to such new Firm Scheme.
- 7.14 If Homes England agrees to make available any grant funding in relation to a Substitute Scheme or Additional Scheme, the Allocated Capital Grant will (subject to Clause 7.6 (*Firm Scheme substitution and additions*)) be deemed to be increased or decreased (as

appropriate) by the Firm Scheme Grant agreed by Homes England in IMS in relation to the relevant Firm Scheme.

8 **Delivery Obligations**

8.1 The Grant Recipient must in relation to each Firm Scheme:

8.1.1 carry out the acquisition of the Site (where required), procure and (where applicable) diligently pursue the completion of the Works so that:

- (a) the Firm Scheme is (subject to Clause 6.1 (*Time extensions*)) Delivered in accordance with the Firm Scheme Delivery Timetable;
- (b) when Delivered, the Firm Scheme fully complies with the Firm Scheme Details and meets the Submitted Standards and the Strategic Objectives; and
- (c) any applicable requirements of Procurement Law and of the Consents are satisfied;

8.1.2 actively market or allocate the AHP Traveller Pitches with a view to ensuring (as far as practicable) the letting of such dwellings to individuals at an Affordable Rent following Firm Scheme Completion (or as soon as reasonably possible thereafter);

8.1.3 promptly notify Homes England in writing of any failure or likely failure to comply with Clause 8.1.1(a)8.1.1(a) (*Delivery Obligations*); and

8.1.4 procure that prior to any AHP Traveller Pitch comprised in such Firm Scheme being occupied, all certification is obtained where such is required in respect of the Firm Scheme (or any part thereof) under any building safety legislation arising out of the Building Safety Act.

9 **Operational Obligations**

9.1 In Delivering a Firm Scheme and in operating and administering the Firm Scheme after Firm Scheme Completion, the Grant Recipient must observe and comply with Legislation, the applicable terms of the Capital Funding Guide and the Recovery Determination and the Consents.

9.2 The Grant Recipient shall procure that Homes England's Representative (or any person nominated by them) shall have at all reasonable times and upon giving reasonable notice the right to enter onto the Site and to take such action as they consider appropriate to inspect the progress of the Firm Scheme and to monitor compliance by the Grant Recipient with its obligations under this Agreement.

9.3 The Grant Recipient shall provide such evidence as Homes England may reasonably require to satisfy itself that sufficient progress is being made against the Approved Capital Bid pursuant to the terms of this Agreement and that the Grant Recipient is complying with the terms and conditions of this Agreement.

9.4 The Grant Recipient must notify Homes England in writing (save in respect of Clause 9.4.1 (*Operational Obligations*), where notification is required to be given through IMS):

- 9.4.1 immediately once Start on Site has occurred;
- 9.4.2 immediately, in the event of the receipt by it of any other Public Sector Funding or guarantees of it, or the offer of the same, in respect of the Firm Scheme (or any part of it) beyond any amount of Public Sector Funding notified to Homes England by the Grant Recipient pursuant to Clause 4.1 (*Firm Schemes*), Clause 7.2 (*Firm Scheme substitution and additions*) or Clause 7.9 (*Firm Scheme substitution and additions*);
- 9.4.3 immediately upon becoming aware of any event or circumstance which may have a Material Adverse Effect; and
- 9.4.4 of any other event or circumstance in relation to the Firm Scheme as Homes England may reasonably require from time to time and within such timeframes as Homes England may reasonably require.
- 9.5 Without prejudice to Clause 9.1 (*Operational Obligations*), the Grant Recipient must in operating and administering a Firm Scheme after Firm Scheme Completion:
- 9.5.1 subject to Clause 16.1 (*Repayment of Grant*) not use the AHP Traveller Pitches for any purpose other than the Agreed Purposes without Homes England's prior written consent;
- 9.5.2 not charge a higher initial rent in relation to an AHP Traveller Pitch than set out in the relevant Firm Scheme Details;
- 9.5.3 make the AHP Traveller Pitches available at no more than an Affordable Rent;
- 9.5.4 subject to any contrary requirement of Legislation comply with Schedule 9 (*Affordable Rent*) in respect of the AHP Traveller Pitches;
- 9.5.5 comply with the Tenancy Standard (where applicable) in respect of the AHP Traveller Pitches;
- 9.5.6 observe and comply with the requirements of the Capital Funding Guide in relation to:
- (a) the letting and management or disposal of AHP Traveller Pitches; and
- (b) the nature of the housing and/or housing product (as described in the Capital Funding Guide) being funded pursuant to this Agreement.
- 9.5.7 comply at its own cost with Homes England's requirements in relation to Compliance Audit;
- 9.5.8 where applicable, participate in the CORE system from time to time (including recording any lettings made);
- 9.5.9 in relation to each AHP Traveller Pitch use the most appropriate form of tenancy having regard to the terms of the Tenancy Standard (where applicable) and the efficient use of public funds;

- 9.5.10 comply with any Legislation, regulations and guidance issued by any Regulatory Body which is in force and/or applies in England in relation to building safety;
- 9.5.11 provide Homes England with such information (and within such timescales) as Homes England may reasonably require to enable Homes England to monitor compliance by the Grant Recipient with its obligations under this Agreement;
- 9.5.12 use all reasonable endeavours to allocate the AHP Traveller Pitches to individuals drawn from the Agreed Client Group ahead of those from outside of the Agreed Client Group; and
- 9.5.13 comply with the provisions of Clause 9.13 to 9.15 (inclusive) (*Operational Obligations*).
- 9.6 The Grant Recipient shall ensure that Homes England's requirements from time to time in relation to public relations and publicity for capital projects (including Site signage) as notified to the Grant Recipient from time to time or otherwise as included in the Capital Funding Guide are observed and implemented in respect of each Firm Scheme.
- 9.7 The Grant Recipient must:
- 9.7.1 where the Grant Recipient possesses a Secure Legal Interest which is a leasehold interest:
- (a) ensure that the terms of the relevant lease:
 - i are not inconsistent with the principles of the AHP 2021/26 nor the Grant Recipient's obligations under this Agreement; and
 - ii do not permit such lease to be terminated (save in the case of non-payment of rent or breach of tenant covenants) prior to the expiry of the Minimum Unexpired Term; and
 - (b) the Grant Recipient must not vary the lease referred to in Clause 9.7.1(a) (*Operational Obligations*) in a manner which could frustrate the operation of this Agreement.
- 9.8 In discharging its obligations or making any representation or warranty under this Agreement, the Grant Recipient must act at all times with the utmost good faith, with the intent to deliver the Approved Capital Bid and with proper regard to the need for efficiency in the use of public funds.
- 9.9 Where the Grant Recipient is aware that it is in breach of an obligation under this Agreement it must promptly notify Homes England of the fact and take all such steps as are appropriate in the circumstances to remedy the breach.
- 9.10 The Grant Recipient must provide Homes England with a completed Disposal Notification (in accordance with any applicable requirements of the Capital Funding Guide and the requirements of Clause 9.11 (*Operational Obligations*)) no less than ten (10) Business Days prior to a Disposal taking place.
- 9.11 The Grant Recipient will:

- 9.11.1 ensure that that any Disposal Notification, Constitutional Change Notification or any other notifications or certificates from the Grant Recipient to Homes England (the **Grant Recipient Notifications**) are provided by the Grant Recipient's Representative and must further ensure that such Grant Recipient Representative has access to the information and knowledge needed accurately to give the information required; and
- 9.11.2 notify Homes England if it becomes aware that any Grant Recipient Notification is erroneous in any material respect.
- 9.12 The Grant Recipient must procure that a valuation of each Site is obtained in accordance with any applicable requirements of Section 3.6 (*Valuations*) in the Chapter of the Capital Funding Guide entitled "Procurement and Scheme Issues" and any other requirements identified by Homes England from time to time (acting reasonably).
- 9.13 The Grant Recipient must procure Homes England's written consent before making in relation to any Firm Scheme, a Disposal of any duration.
- 9.14 The Grant Recipient acknowledges that where any Disposal:
- 9.14.1 is of an AHP Traveller Pitch; or
- 9.14.2 would have a material impact on, or prevent the Firm Scheme from being used for, the Agreed Purposes,
- it shall be reasonable for Homes England to withhold its consent to a Disposal until all Firm Scheme Grant paid in relation to that Firm Scheme or such reasonable proportion (in Homes England's absolute discretion) has been repaid in accordance with the terms of this Agreement.
- 9.15 Notwithstanding any other provision of this Agreement the Grant Recipient shall unless otherwise agreed by Homes England in writing remain liable and responsible to the performance of its obligations under this Agreement notwithstanding the grant by it of any Short Lease in relation to any AHP Traveller Pitch.
- 10 **Review, Monitoring and Reporting**
- 10.1 The Grant Recipient shall comply fully with the contract management and reporting obligations set out in this Agreement.
- 10.2 The Grant Recipient acknowledges the high importance to Homes England of it being promptly advised when any circumstance occurs which may:
- 10.2.1 impact on the Grant Recipient's ability to Deliver any Firm Scheme in accordance with the terms of this Agreement;
- 10.2.2 indicate that Homes England is making available more grant than is required to Deliver any Firm Scheme or the Approved Capital Bid;
- 10.2.3 constitute a breach of Clauses 8 (*Delivery Obligations*) or 9 (*Operational Obligations*); or
- 10.2.4 constitute a Default Event.

(collectively the **Contract Monitoring Outputs**).

10.3 Where Homes England becomes aware either via the Contract Monitoring Outputs or through other monitoring, that delivery of the Approved Capital Bid has not been secured in accordance with the requirements of this Agreement or is unlikely to be so secured (a **Delivery Failure**), Homes England may in order to address such Delivery Failure issue an Allocation Change Notice requiring:

10.3.1 a reduction, increase or other change to the number of AHP Traveller Pitches to be delivered; and/or

10.3.2 a reduction or other adjustment to the Allocated Capital Grant or to any Firm Scheme Grant; and/or

10.3.3 any other change to the Approved Capital Bid that Homes England deems reasonably necessary,

and such Allocation Change Notice shall be discussed as soon as reasonably practicable by the parties and in any event within fifteen (15) Business Days of the date of issue of the Allocation Change Notice.

10.4 Nothing in Clause 10.3 (*Review, Monitoring and Reporting*) shall preclude the parties from agreeing an alternative means of dealing with the Delivery Failure to that set out in the Allocation Change Notice save that unless such alternative is agreed and reflected in IMS by the end of the then current Financial Year, the change required by Homes England in the Allocation Change Notice shall take effect on the next following 1 April and Homes England shall be entitled to make all such changes to IMS as are necessary to reflect the contents of the Allocation Change Notice.

10.5 The Grant Recipient shall submit such other information in relation to this Agreement, the Approved Capital Bid and/or its Delivery of the Firm Schemes as may be requested on reasonable notice by Homes England from time to time.

10.6 The Grant Recipient's Representative (or, where agreed with Homes England in advance, such other member of the Grant Recipient's executive management team) shall attend a review meeting when requested to do so by Homes England with reasonable prior written notice.

10.7 Homes England shall attend a review meeting reasonably requested by the Grant Recipient provided that:

10.7.1 the date of such meeting is agreed by Homes England; and

10.7.2 the Grant Recipient provides an agenda for such meeting at the time of request.

10.8 At each Review Meeting Homes England and the Grant Recipient shall discuss or review (without limitation):

10.8.1 all changes made to any Firm Scheme or to the Approved Capital Bid in the period since the immediately preceding Review Meeting (or since the date of this Agreement where no Review Meeting has been held) and any changes

- anticipated by the Grant Recipient to be requested during the current Financial Year;
- 10.8.2 the capacity of the Grant Recipient to bring forward additional housing supply under AHP 2021/26;
- 10.8.3 the Grant Recipient's performance in delivering the Approved Capital Bid;
- 10.8.4 progress in relation to each Firm Scheme including delivery forecasts, lettings and sales forecasts and progress against previous such forecasts;
- 10.8.5 the Contract Monitoring Outputs;
- 10.8.6 save where Clause 10.21.1 or 10.21.2 (*Review, Monitoring and Reporting*) applies, any Change in Control or Restructure which is anticipated in the then current or upcoming Financial Year;
- 10.8.7 the Grant Recipient's performance in meeting the Strategic Objectives; and
- 10.8.8 such other matters in relation to the performance or subject matter of this Agreement as are notified by either party to the other in writing at least five (5) Business Days prior to the date of the Review Meeting.
- 10.9 The parties agree that the Regulator shall also be entitled to send a representative to attend any Review Meeting.
- 10.10 Save as otherwise agreed between the parties, any meeting under this Clause 10 (*Review, Monitoring and Reporting*) shall be minuted by the Grant Recipient and such minutes shall be distributed within ten (10) Business Days following the meeting to Homes England and any other attendee.
- 10.11 The Grant Recipient shall:
- 10.11.1 provide Homes England with such information as Homes England shall reasonably require to support or facilitate the discussions and monitoring referred to in this Agreement; and
- 10.11.2 take all reasonable steps to ensure that any information provided to Homes England pursuant to this Clause 10 (*Review, Monitoring and Reporting*) is accurate in all material aspects.
- 10.12 The Grant Recipient shall, as and when requested by Homes England (in connection with this Agreement, the Approved Capital Bid or Firm Scheme) promptly provide to Homes England hard and/or electronic copies of:
- 10.12.1 any and all data, materials, documents and accounts of any nature created, acquired or brought into existence in any manner whatsoever by or on behalf of the Grant Recipient (including where the source was created by and/or is held by a Grant Recipient Party (or the Grant Recipient or Grant Recipient Party's consultants)) for the purposes of or in connection with this Agreement; and
- 10.12.2 the elemental breakdown of the construction costs in relation to each Firm Scheme.

- 10.13 On termination of this Agreement, the Grant Recipient shall if requested to do so deliver up to Homes England or procure the delivery to Homes England of all the data, materials, documents and accounts referred to in this Clause 10 (*Review, Monitoring and Reporting*).
- 10.14 The Grant Recipient must for a period of ten (10) years from the date upon which it receives the Final Tranche retain all of the data, documents, materials and accounts referred to in this Clause 10 (*Review, Monitoring and Reporting*) and the Grant Recipient may retain such data, documents, materials and accounts in electronic form only.
- 10.15 The Grant Recipient agrees that Homes England's auditors (including the Comptroller and Auditor General) shall have unrestricted rights of access to any and all information to which Homes England is entitled under this Agreement or to which Homes England's auditors are entitled pursuant to the National Audit Act 1983 and the Government Resources and Accounts Act 2000 or otherwise.
- 10.16 The Grant Recipient shall promptly and fully co-operate with any request for information or evidence from time to time of:
- 10.16.1 any auditor (whether internal or external) of Homes England; and/or
- 10.16.2 Homes England, to the extent such request relates to this Agreement (or any matter associated with it) and which Homes England is required by any Competent Authority or by Legislation to provide to any third party.
- 10.17 The Grant Recipient shall ensure that for each Firm Scheme it and each Grant Recipient Affiliate keeps on an Open Book Basis (in accordance with generally accepted accounting practice) separate books of account for items relating to the AHP Traveller Pitches which identify items of SPEI Revenue, the Firm Scheme Grant and SPEI Allowable Costs and such other items required under this Clause 10 (*Review, Monitoring and Reporting*).
- 10.18 The Grant Recipient shall upon Homes England's written request:
- 10.18.1 make available upon reasonable notice for Homes England's inspection (and that of any person referred to in this Clause 10 (*Review, Monitoring and Reporting*) or in Clause 20 (*Information and Confidentiality*) or any person appointed pursuant to Clause 26 (*Dispute resolution*)) the books of account referred to in Clause 10.17 (*Review, Monitoring and Reporting*) (together with, if specified, such supporting correspondence, agreements, orders, invoices, receipts and other documents) and shall submit a report in relation to the same to Homes England (or such other persons as are referred to in this Clause 10 (*Review, Monitoring and Reporting*)) as and when requested to do so; and
- 10.18.2 procure that a representative of Homes England (or any of its auditors or advisors) may on reasonable notice visit any place where any records or information of the type described in this Clause 10 (*Review, Monitoring and Reporting*) are held or maintained and examine such records or information.
- 10.19 The Grant Recipient shall ensure that it and any Grant Recipient Affiliate (at its or their cost) co-operates with Homes England during an SPEI Review and it shall if requested promptly provide Homes England with SPEI Information and such other information, evidence and/or explanation as Homes England may reasonably require.

- 10.20 The Grant Recipient shall promptly:
- 10.20.1 participate in any evaluation of AHP 2021/26 that MHCLG or Homes England or its or their agents may require from time to time;
 - 10.20.2 supply (subject always to its data protection obligations under Schedule 6 (*Data Protection*)) any information and data requested by MHCLG, Homes England or its or their agents in respect of any such evaluation, which may include information/data pertaining to any AHP Traveller Pitches (including, inter alia, addresses and tenures of such dwellings); and
 - 10.20.3 accurately update IMS with such information as may be requested by Homes England from time to time (acting reasonably) in connection with the terms of this Agreement.

10.21 Save where:

- 10.21.1 the Grant Recipient or its holding company is a public limited company and is prohibited by listing rules from doing so; or
- 10.21.2 a Change in Control occurs automatically by operation of law and without the Grant Recipient being able to notify in advance,

the Grant Recipient shall provide Homes England with a completed Constitutional Change Notification (in accordance with the requirements of Clause 9.11 (*Operational Obligations*)) at least ten (10) Business Days prior to any Change in Control or Restructure. Where the circumstances contemplated in Clause 10.21.1 or Clause 10.21.2 (*Review, Monitoring and Reporting*)) apply the Grant Recipient shall provide Homes England with a completed Constitutional Change Notification within ten (10) Business Days of the relevant Change in Control or Restructure occurring.

10.22 The Grant Recipient will promptly notify Homes England if any Know Your Customer Information becomes inaccurate or out of date and provide Homes England with revised Know Your Customer Information promptly upon Homes England's request.

10.23 The parties acknowledge and agree that Homes England may review whether the Grant Recipient continues to meet the requirements for Investment Partner status and the Grant Recipient will co-operate with such review and will provide Homes England with such further information, evidence and/or explanation with respect to any such review as Homes England may request.

11 **Transparency Obligations**

11.1 The Grant Recipient acknowledges that:

- 11.1.1 where the Allocated Capital Grant (itself or if aggregated with other AHP 2021/26 Funds or funds made available to it under (i) any subsequent Homes England capital funding programme or (ii) any Previous Programme) exceeds £3,000,000, the Grant Recipient must publish details quarterly of all expenditure in excess of £500 incurred by it in delivering Firm Schemes by such means as ensures that such details can be accessed by the general public; and

- 11.1.2 except for any information which is exempt from disclosure in accordance with the FOIA, and notwithstanding any other term of this Agreement, its consent is hereby given to Homes England to publish such information as it considers appropriate in relation to the AHP 2021/26, including, but not limited to, details of the Approved Capital Bid, Development Costs, other costs and funding for Firm Schemes, including from time to time agreed changes to this information.
- 11.2 Homes England shall be responsible for determining in its absolute discretion whether any of the content of this Agreement is exempt from disclosure in accordance with the provisions of the FOIA either:
- 11.2.1 following consultation with the Grant Recipient and having taken (or not taken, as the case may be) its views into account; or
- 11.2.2 without consulting the Grant Recipient.
- 11.3 The Grant Recipient shall assist and cooperate with Homes England to enable Homes England to publish the information referred to in Clause 11.1.2 (*Transparency Obligations*).
- 12 Grant Claim Procedures**
- 12.1 The parties acknowledge and agree that it is a condition precedent to the Grant Recipient making any claim for Firm Scheme Grant under this Clause 12 (*Grant Claim Procedures*) that with respect to the relevant Firm Scheme:
- 12.1.1 the Acceptance Date has passed; and
- 12.1.2 the Grant Recipient possesses a Secure Legal Interest and the parties acknowledge and agree that for the purposes of this Clause 12.1.2 (*Grant Claim Procedures*), a Contractual Interest shall be disregarded and of no effect.
- 12.2 Subject to the Relevant Claim Stage having been achieved by the Relevant Claim Date, the Grant Recipient shall be entitled to submit a claim for the Applicable Tranche through IMS in accordance with the requirements of IMS from time to time and in compliance with the applicable procedures relating to grant claim and payments set out in the Capital Funding Guide.
- 12.3 In submitting a claim pursuant to Clause 12.2 (*Grant Claim Procedures*) the Grant Recipient:
- 12.3.1 is deemed to repeat the representations and warranties set out in Clause 4.2 (*Firm Schemes*) other than Clause 4.2.2(b) (*Firm Schemes*) and for the purposes of this Clause 12.3.1 (*Grant Claim Procedures*) the parties acknowledge and agree that a Contractual Interest shall be disregarded and of no effect;
- 12.3.2 represents and warrants to Homes England that:
- (a) the Relevant Claim Stage has been achieved and the date on which the Relevant Claim Stage was achieved is no later than the date forecast in IMS;
- (b) where the claim is being made for a Tranche with respect to a Flex Scheme it has incurred Actual Development Costs to at least the value of the Applicable Tranche;

- (c) it has procured a valuation of the relevant Site in accordance with Clause 9.12 (*Operational Obligations*) (where applicable);
- (d) all confirmations and certifications made or to be made by the Grant Recipient in IMS in relation to the Firm Scheme have been, are or will be correct in all material respects;
- (e) the Grant Recipient is a Registered Provider and retains its status as an Investment Partner;
- (f) no Withholding Event or Default Event has occurred or arisen (excluding any Withholding Event or Default Event which has either been waived in writing by Homes England or remedied to the satisfaction of Homes England (in its absolute discretion) and Homes England has confirmed this in writing);
- (g) it has provided Homes England with a Disposal Notification in accordance with the requirements of Clause 9.10 (*Operational Obligations*) in respect of any Disposal of the relevant Site;
- (h) any Change in Control or Restructure which has taken place since the date of the Agreement has been notified to Homes England pursuant to Clause 10.21 (*Review, Monitoring and Reporting*);
- (i) all information provided to Homes England pursuant to Clause 10 (*Review, Monitoring and Reporting*) and/or set out on IMS in relation to progress of the delivery of the Approved Capital Bid and each applicable Firm Scheme Delivery Timetable remains accurate and correct in all material respects;
- (j) it has obtained all Consents necessary for the lawful Delivery of the Firm Scheme in accordance with the Firm Scheme Details as are then required or, with respect to a Firm Scheme which has achieved Practical Completion, to the extent that they are not obtained the Grant Recipient has taken all necessary steps to obtain them, is waiting only for the Relevant Authority to issue them and is not aware (having made all reasonable enquiries) of any reason why such Consents will not be given or issued; and
- (k) the Firm Scheme will be or has been Delivered (as applicable) in accordance with the Submitted Standards, the Strategic Objectives, the Firm Scheme Details and the requirements of this Agreement.

12.4 Where any Firm Scheme is identified on IMS as being an MMC Scheme, the parties may agree alternative Relevant Claim Stages and/or Milestones (which better reflect the nature and characteristics of Modern Methods of Construction) in IMS or in such other medium as Homes England may specify and where this Clause 12.4 (*Grant Claim Procedures*) applies Homes England reserves the right to require that the Grant Recipient makes additional representations and warranties as a condition of any claim for Firm Scheme Grant.

13 **Payment of Grant**

13.1 Subject to:

13.1.1 Homes England (acting reasonably) being satisfied with the Grant Recipient's application for payment including the information warranted pursuant to Clause 12.3 (*Grant Claim Procedures*); and

13.1.2 Clause 5.6 (*Changes to Firm Schemes*), Clause 13.3 (*Payment of Grant*), Clause 13.4 (*Payment of Grant*), Clause 14 (*Adjustments to Final Tranche*) and Clause 15 (*Withholding of Grant*),

Homes England shall (resources permitting) pay the Applicable Tranche to the Grant Recipient within fifteen (15) Business Days of receipt of a relevant satisfactory application.

13.2 If Homes England is not satisfied with the Grant Recipient's application for payment, it must notify the Grant Recipient in writing as soon as reasonably practicable and in any event within ten (10) Business Days of receipt of the application for payment identifying the reason for its dissatisfaction. Homes England must allow the Grant Recipient a period of up to ten (10) Business Days to address the issues identified in the notification and to resubmit or amend its application accordingly in which case the provisions of Clause 12 (*Grant Claim Procedures*) and this Clause 13 (*Payment of Grant*) (as applicable) will be reapplied to the Grant Recipient's resubmitted or amended application for payment.

13.3 Homes England shall not be obliged to pay the Grant Recipient in respect of a Firm Scheme any:

13.3.1 Acquisition Tranche Grant before the Acquisition Date (as confirmed by Homes England through IMS);

13.3.2 Start on Site Tranche Grant before the Start on Site Date (as confirmed by Homes England through IMS);

13.3.3 Practical Completion Tranche Grant before the Practical Completion Date (as confirmed by Homes England through IMS);

13.3.4 Total Grant Tranche (with respect to a Single Claim Scheme) before the Completion Date (as confirmed by Homes England through IMS); and/or

13.3.5 Tranche (of any description) if the Firm Scheme has not been accepted by Homes England through IMS or the Grant Recipient does not possess a Completed Interest.

13.4 Where Homes England pays Firm Scheme Grant to the Grant Recipient, the Allocated Capital Grant shall be reduced by a commensurate amount.

14 **Adjustments to Final Tranche**

14.1 If Homes England becomes aware prior to or following receipt of the Grant Recipient's application for payment of the Final Tranche pursuant to Clause 12.2 (*Grant Claim Procedures*) that the Grant Recipient has failed to Deliver the relevant Firm Scheme in accordance with the agreed Firm Scheme Details (including the Submitted Standards and the Strategic Objectives), Homes England shall be entitled (at its discretion) either:

- 14.1.1 unless such Firm Scheme is a Single Claim Scheme, to recalculate the Firm Scheme Grant allocated to the Firm Scheme by reference to the Firm Scheme that has actually been Delivered; or
- 14.1.2 to:
- (a) withhold and cancel the Final Tranche payment due in relation to the relevant Firm Scheme;
 - (b) reallocate or redirect an amount equivalent to such Final Tranche payment due to such other person or purpose as Homes England in its discretion considers appropriate; and
 - (c) recover from the Grant Recipient a sum equivalent to any Firm Scheme Grant already paid to it in relation to the relevant Firm Scheme.
- 14.2 If Homes England exercises its right under Clause 14.1.1 (*Adjustments to Final Tranche*), Homes England will notify the Grant Recipient and the Grant Recipient will have ten (10) Business Days from the date of receipt of Homes England's notification to advise Homes England as to whether it wishes to withdraw the Firm Scheme from this Agreement or to proceed with the Firm Scheme on the basis of the recalculated Firm Scheme Grant figure. If:
- 14.2.1 the Grant Recipient wishes to withdraw the Firm Scheme, Homes England will permanently withdraw the Practical Completion Tranche Grant allocated to such scheme and the Grant Recipient must repay Homes England a sum equivalent to such part of the Firm Scheme Grant as has then been received by it, such repayment to be made within fifteen (15) Business Days of receipt of Homes England's written demand for the same;
- 14.2.2 the Grant Recipient wishes to proceed with the Firm Scheme:
- (a) it must immediately amend the Firm Scheme Details in IMS to reflect the recalculated Firm Scheme Grant figure and any Tranche already received. The amended Firm Scheme Details will be deemed to be effective from the date of their acceptance by Homes England (through IMS);
 - (b) the Practical Completion Tranche Grant figure will be adjusted to take account of the recalculated Firm Scheme Grant figure and of any change to the sum and percentage amount necessitated by the recalculated Firm Scheme Grant figure being lower than the original Firm Scheme Grant figure. If such adjustment would result in the Practical Completion Tranche Grant being a negative amount (and being therefore an overpayment of Firm Scheme Grant), the Grant Recipient must pay Homes England a sum equivalent to the difference (expressed as a positive sum) between the negative amount and zero within fifteen (15) Business Days of receipt of Homes England's written demand for the same; and
 - (c) Homes England will (resources permitting) pay the adjusted Practical Completion Tranche Grant due (subject to it being a positive amount) to

the Grant Recipient within fifteen (15) Business Days of the date of Homes England's acceptance of the Grant Recipient's amendments to the Firm Scheme Details referred to in Clause 14.2.2(a) (*Adjustments to Final Tranche*).

- 14.3 If the Grant Recipient fails to provide a definitive response to Homes England within the period prescribed in Clause 14.2 (*Adjustments to Final Tranche*), Homes England shall be entitled (but not obliged) to treat such failure as a decision by the Grant Recipient to withdraw the Firm Scheme from this Agreement and the provisions of Clause 14.2.1 (*Adjustments to Final Tranche*) shall take effect.
- 14.4 Under no circumstances will Homes England be required to accept or implement any recalculation pursuant to Clause 14.2 (*Adjustments to Final Tranche*) which would have the result of increasing the amount of the Allocated Capital Grant or the Firm Scheme Grant in relation to the relevant Firm Scheme as reflected in the Firm Scheme Details ante the amendments referred to in Clause 14.2.2(a) (*Adjustments to Final Tranche*).
- 14.5 If Homes England exercises its rights under Clause 14.1.2 (*Adjustments to Final Tranche*), the Grant Recipient must repay Homes England all sums due thereunder in accordance with the provisions of Clause 16.5 (*Repayment of Grant*).

15 **Withholding of Grant**

15.1 Notwithstanding any other term of this Agreement:

15.1.1 on or following the occurrence of a GW1 Event, Homes England:

- (a) shall be entitled to suspend the payment of any Tranche due to the Grant Recipient;
- (b) shall, as soon as reasonably practicable, notify the Grant Recipient of such suspension and the period within which it (acting reasonably) requires the failure or breach giving rise to the GW1 Event (the GW1 Failure) to be remedied;
- (c) shall, if it is satisfied (acting reasonably) that the GW1 Failure has been remedied, notify the Grant Recipient to that effect and shall (subject to Clause 15.3 (*Withholding of Grant*)) make such payment of any Tranche as may then be due to the Grant Recipient (assuming no other General Withholding Event subsists). Such payment to be made within ten (10) Business Days of the date of Homes England's notification under this Clause 15.1.1(c) (*Withholding of Grant*); and
- (d) shall be entitled, if the GW1 Failure has not been remedied within the period prescribed pursuant to Clause 15.1.1(b) (*Withholding of Grant*) or it is or becomes apparent that the GW1 Failure is incapable of remedy either within such period or at all, to exercise the same rights as are set out in Clauses 15.1.2(a) (*Withholding of Grant*) to 15.1.2(c) (*Withholding of Grant*) (inclusive).

15.1.2 on or following the occurrence of a GW2 Event, Homes England:

- (a) shall not be obliged to make the payment of any Tranche due to the Grant Recipient;
- (b) shall (on giving the Grant Recipient not less than ten (10) Business Days written notice) be entitled to cancel any further payment of Allocated Capital Grant due to the Grant Recipient under this Agreement; and
- (c) shall be entitled to reallocate or redirect such part of the Allocated Capital Grant as has not yet been paid to the Grant Recipient to such other person or for such purpose as Homes England in its discretion considers appropriate.

15.1.3 on or following the occurrence of a GW3 Event, Homes England:

- (a) shall not be obliged to make the payment of any Tranche due to the Grant Recipient;
- (b) shall (on giving the Grant Recipient not less than ten (10) Business Days written notice) be entitled to cancel any further payment of Allocated Capital Grant due to the Grant Recipient under this Agreement; and
- (c) shall be entitled to reallocate or redirect such part of the Allocated Capital Grant as has not yet been paid to the Grant Recipient to such other person or for such purpose as Homes England in its discretion considers appropriate.

15.1.4 on or following the occurrence of a SW1 Event, Homes England:

- (a) shall not be obliged to make any payment to the Grant Recipient in relation to the relevant Firm Scheme pending the outcome of the procedure described in Clause 14 (*Adjustments to Final Tranche*); and
- (b) shall be entitled to exercise its rights under Clause 14 (*Adjustments to Final Tranche*);
- (c) shall where the provisions of Clause 14.2.1 (*Adjustments to Final Tranche*) have effect, be entitled to reallocate or redirect such part of the Firm Scheme Grant (which has not yet been paid to the Grant Recipient) to such other person or for such purpose as Homes England in its discretion considers appropriate.

15.1.5 on or following the occurrence of a SW2 Event, Homes England:

- (a) shall be entitled to suspend the payment of any Tranche due to the Grant Recipient in relation to the relevant Firm Scheme;
- (b) shall, as soon as reasonably practicable, notify the Grant Recipient of such suspension and the period within which it (acting reasonably) requires the failure or breach giving rise to the SW2 Event (the **SW2 Failure**) to be remedied;
- (c) shall, if it is satisfied (acting reasonably) that the SW2 Failure has been remedied, notify the Grant Recipient to that effect and shall (subject to

Clause 15.3 (*Withholding of Grant*) make such payment of any Tranche as may then be due to the Grant Recipient (assuming no other General Withholding Event or Scheme Withholding Event (in relation to that Firm Scheme) subsists). Such payment to be made within ten (10) Business Days of the date of Homes England's notification under this Clause 15.1.5(c) (*Withholding of Grant*); and

- (d) shall be entitled, if the SW2 Failure has not been remedied within the period prescribed pursuant to Clause 15.1.5(b) (*Withholding of Grant*) or it is or becomes apparent that the SW2 Failure is incapable of remedy either within such period or at all, to exercise the same rights as are set out in Clauses 15.1.6(a) to 15.1.6(c) (inclusive) (*Withholding of Grant*);

15.1.6 on or following the occurrence of a SW3 Event, Homes England:

- (a) shall not be obliged to make the payment of any Tranche due to the Grant Recipient in relation to the relevant Firm Scheme;
- (b) shall (on giving the Grant Recipient not less than ten (10) Business Days written notice) be entitled to cancel any Tranche available to the Grant Recipient in relation to the relevant Firm Scheme; and
- (c) shall be entitled to reallocate or redirect such part of the Firm Scheme Grant (which has not yet been paid to the Grant Recipient) to such other person or for such purpose as Homes England in its discretion considers appropriate.

15.2 Homes England shall incur no liability of any description to the Grant Recipient in or as a result of exercising its rights under this Clause 15 (*Withholding of Grant*).

15.3 Homes England shall not be obliged to make any payment of any Tranche to the Grant Recipient where the due date for such payment falls after 31 March 2026 unless Homes England has in its absolute discretion permitted an extension to that date pursuant to Clause 6.3 (*Time extensions*).

16 **Repayment of Grant**

16.1 The parties acknowledge and agree that notwithstanding any other term of this Agreement:

16.1.1 the TP Funding Requirement applies and pursuant to such requirement:

- (a) the Recovery Determination has effect (mutatis mutandis) in respect of grant paid under this Agreement and that each party has the respective rights and obligations described in such determination;
- (b) for the purposes of the Recovery Determination the terms of this Agreement represent the conditions attached to the making of Capital Grant; and
- (c) on the occurrence of a Relevant Event the Grant Recipient must recycle or repay (as applicable) the Capital Grant Recoverable in each case in accordance with the terms of the Recovery Determination.

- 16.2 Without prejudice to any other term of this Agreement, Homes England reserves the right whether following termination of this Agreement or otherwise (which right the Grant Recipient expressly acknowledges and agrees) at its discretion to recover from the Grant Recipient the Firm Scheme Grant or such part or aggregation thereof as is determined in accordance with Clause 16.3 (*Repayment of Grant*) (the **Recoverable Amount**) in circumstances where:
- 16.2.1 a Prohibited Act has occurred and the Grant Recipient has not satisfied the Waiver Condition in respect of such Prohibited Act;
 - 16.2.2 the relevant Tranche has been paid to the Grant Recipient on the basis of a misrepresentation made by or on behalf of the Grant Recipient other than in the circumstances specified in Clause 16.2.5 (*Repayment of Grant*);
 - 16.2.3 Homes England has made an overpayment in relation to a Firm Scheme or has made a payment in error to the Grant Recipient;
 - 16.2.4 a Balancing Sum has arisen;
 - 16.2.5 the Final Tranche has been paid to the Grant Recipient but Homes England becomes aware (whether following the completion of a Compliance Audit or otherwise) that the Grant Recipient has failed to Deliver the relevant Firm Scheme in accordance with the agreed Firm Scheme Details;
 - 16.2.6 the Grant Recipient has breached its obligations under any of Clauses 8 (*Delivery Obligations*), Clause 9 (*Operational Obligations*) or Clause 10 (*Review, Monitoring and Reporting*);
 - 16.2.7 a Scheme Termination Event has occurred;
 - 16.2.8 a Total Termination Event has occurred;
 - 16.2.9 Homes England has exercised its rights under:
 - (a) Clause 15.1.1 (*Withholding of Grant*) (and the GW1 Failure has not been remedied within the period prescribed in Clause 15.1.1(b) (*Withholding of Grant*)); or
 - (b) Clause 15.1.2 (*Withholding of Grant*);
 - 16.2.10 Homes England has exercised its rights under or Clause 15.1.3 (*Withholding of Grant*);
 - 16.2.11 Homes England has exercised its rights under:
 - (a) Clause 15.1.5 (*Withholding of Grant*) (and the SW2 Failure has not been remedied within the period prescribed in Clause 15.1.5(b) (*Withholding of Grant*)); or
 - (b) under Clause 15.1.6 (*Withholding of Grant*); or

16.2.12 Homes England has exercised its rights under Clauses 14.1.2 (*Adjustments to Final Tranche*), 14.2.1 (*Adjustments to Final Tranche*) or 14.3 (*Adjustments to Final Tranche*); or

16.2.13 Start on Site (including the actions contemplated thereby) for the relevant Firm Scheme has not been achieved by 30 September 2025 (or such other date agreed by Homes England (in its absolute discretion) in IMS) and no Start on Site Tranche Grant has been paid.

16.3 In the circumstances set out in:

16.3.1 Clauses 16.2.1 (*Repayment of Grant*), 16.2.2 (*Repayment of Grant*), 16.2.6 (*Repayment of Grant*) or 16.2.7 (*Repayment of Grant*), the Recoverable Amount shall be a sum equivalent to the Firm Scheme Grant paid with respect to any Firm Scheme deemed by Homes England (acting reasonably) to have been affected;

16.3.2 Clauses 16.2.3 (*Repayment of Grant*) and 16.2.4 (*Repayment of Grant*), the Recoverable Amount shall be a sum equal to the amount of the overpayment, the sum paid in error or the Balancing Sum as applicable;

16.3.3 Clause 16.2.5 (*Repayment of Grant*), subject always to Clause 16.4 (*Repayment of Grant*) the Recoverable Amount shall be determined in accordance with the following procedure:

(a) the parties (acting in good faith) shall seek to agree within fifteen (15) Business Days of the Non Compliance Notification Date, a revised figure for the Firm Scheme Grant figure reflecting the changed nature of the delivered Firm Scheme as against that described in the Firm Scheme Details;

(b) where a revised figure for Firm Scheme Grant is agreed, the Recoverable Amount shall be the product of the following calculation:

$$RA = FSG - RFSG$$

where

RA is the Recoverable Amount;

FSG is the Firm Scheme Grant paid pursuant to Clause 13.1 (*Payment of Grant*) in respect of the relevant Firm Scheme; and

RFSG is the revised Firm Scheme Grant figure agreed pursuant to Clause 16.3.3(a) (*Repayment of Grant*);

(c) the Grant Recipient shall immediately amend the relevant information on IMS to reflect any agreement reached made pursuant to Clause 16.3.3(a) (*Repayment of Grant*); and

(d) where the parties are unable to agree a revised Firm Scheme Grant figure in accordance with Clause 16.3.3(a) (*Repayment of Grant*) Homes England shall be entitled to terminate this Agreement in part in accordance with Clause 17.1 (*Default Events and Termination*) and the

Recoverable Amount shall be an amount equal to the Firm Scheme Grant paid pursuant to Clause 13.1 (*Payment of Grant*) in respect of the relevant Firm Scheme.

Under no circumstances will Homes England be required to make any payment to the Grant Recipient if the application of the calculation in Clause 16.3.3(b) (*Repayment of Grant*) results in RA being a negative figure.

- 16.3.4 Clause 16.2.8 (*Repayment of Grant*), the Recoverable Amount shall:
- (a) where the termination has arisen pursuant to a Fundamental (A) Default, be a sum equal to the aggregated amount of all Firm Scheme Grant already paid by Homes England to the Grant Recipient under this Agreement; and
 - (b) where the termination has arisen pursuant to a Specified Default, a Bid Default or a Fundamental (B) Default, be a sum equal to the Fundamental Termination Amount.
- 16.3.5 Clause 16.2.9 (*Repayment of Grant*) the Recoverable Amount shall be a sum equal to the Fundamental Termination Amount;
- 16.3.6 Clause 16.2.10 (*Repayment of Grant*) the Recoverable Amount shall be a sum equal to the aggregated amount of all Firm Scheme Grant already paid by Homes England to the Grant Recipient under this Agreement;
- 16.3.7 Clause 16.2.11 (*Repayment of Grant*) the Recoverable Amount shall be a sum equal to any Firm Scheme Grant already paid to the Grant Recipient in relation to the relevant Firm Scheme;
- 16.3.8 Clause 16.2.12 (*Repayment of Grant*) the Recoverable Amount shall be a sum equivalent to any Firm Scheme Grant already paid in relation to the relevant Firm Scheme; or
- 16.3.9 Clause 16.2.13 (*Repayment of Grant*) the Recoverable Amount shall be a sum equivalent to any Acquisition Tranche Grant paid.
- 16.4 Where Homes England (acting reasonably) considers that the Grant Recipient acted fraudulently or dishonestly in claiming the Firm Scheme Grant for the relevant Firm Scheme, such claim shall be deemed to be a Prohibited Act and Homes England will not be bound by the terms of Clause 16.3.3 (*Repayment of Grant*).
- 16.5 The Grant Recipient must pay the Recoverable Amount to Homes England within ten (10) Business Days of demand together with interest at two per centum (2%) above the base rate from time to time of the Royal Bank of Scotland plc such interest to run from the date upon which the Firm Scheme Grant (or relevant part thereof), overpayment or payment in error was paid to the Grant Recipient until the date upon which Homes England receives the repayment required from the Grant Recipient under this Clause 16 (*Repayment of Grant*).

- 16.6 The Grant Recipient acknowledges and agrees that the disposal or letting of an AHP Traveller Pitch to any person for any purpose other than the relevant Agreed Purpose constitutes a failure to comply with a condition attached to the making of Capital Grant for the purposes of paragraph 7(e) of the Recovery Determination.
- 16.7 The parties acknowledge that the Late Payment of Commercial Debts (Interest) Act 1998 does not apply to this Agreement.
- 16.8 Notwithstanding any other term of this Clause 16 (*Repayment of Grant*), where a payment has been made following an administrative error by Homes England (for which the Grant Recipient was not responsible), the Grant Recipient shall not be liable for interest on the amount repayable under Clause 16.5 (*Repayment of Grant*).

17 **Default Events and Termination**

- 17.1 On the occurrence of a Scheme Default, Homes England shall (subject to Clause 17.2 (*Default Events and Termination*)) be entitled (without any liability to the Grant Recipient) immediately upon serving written notice to:
- 17.1.1 terminate this Agreement insofar as it relates to the Firm Scheme to which the Scheme Default relates;
 - 17.1.2 withhold and cancel any further payment of Firm Scheme Grant due to the Grant Recipient in relation to the Firm Scheme; and
 - 17.1.3 reallocate or redirect such part of the Firm Scheme Grant which has not yet been paid to the Grant Recipient to such other person or for such purpose as Homes England in its discretion considers appropriate.
- 17.2 Where the Scheme Default is of a type described in limb (a), (b) or (d) of the definition of "Scheme Default", Homes England:
- 17.2.1 must notify the Grant Recipient of the Scheme Default and of the period within which it (acting reasonably) requires the Scheme Default to be remedied; and
 - 17.2.2 shall be entitled, if the Scheme Default has not been remedied within the period prescribed pursuant to Clause 17.2.1 (*Default Events and Termination*) or it is or becomes apparent that the Scheme Default is incapable of remedy either within such period or at all, to exercise the rights set out in Clause 17.1 (*Default Events and Termination*).
- 17.3 On the occurrence of a Specified Default, Homes England shall (subject to Clause 17.4 and Clause 17.8 (*Default Events and Termination*)) be entitled and without any liability to the Grant Recipient to:
- 17.3.1 terminate this Agreement in its entirety;
 - 17.3.2 withhold and cancel any further payment of Allocated Capital Grant due to the Grant Recipient under this Agreement (other than any payments payable in relation to Continuing Firm Schemes); and
 - 17.3.3 reallocate or redirect such part of the Allocated Capital Grant (which has not yet been paid to the Grant Recipient and which is not payable in relation to

Continuing Firm Schemes) to such other person or for such purpose as Homes England in its discretion considers appropriate.

17.4 Homes England's entitlement to exercise the rights set out in Clause 17.3 (*Default Events and Termination*) shall be suspended pending completion of the following procedure within the timescales prescribed below:

17.4.1 Homes England must serve written notice on the Grant Recipient requiring the Grant Recipient to remedy the Specified Default;

17.4.2 If within a period of thirty (30) Business Days following service of such notice:

- (a) the Specified Default has not been remedied;
- (b) where so permitted by Homes England, the Grant Recipient has not given an undertaking to remedy the Specified Default on terms satisfactory to Homes England; or
- (c) it becomes apparent that the Specified Default is incapable of remedy either within such period or at all,

Homes England shall be entitled immediately and without any liability to the Grant Recipient to exercise its rights under Clause 17.3 (*Default Events and Termination*).

17.5 On the occurrence of a Bid Default, Homes England shall (subject to Clause 17.6 (*Default Events and Termination*) and Clause 17.8 (*Default Events and Termination*)) be entitled and without any liability to the Grant Recipient to:

17.5.1 terminate this Agreement in its entirety;

17.5.2 withhold and cancel any further payment of Allocated Capital Grant due to the Grant Recipient under this Agreement (other than any payments payable in relation to Continuing Firm Schemes); and

17.5.3 reallocate or redirect such part of the Allocated Capital Grant (which has not yet been paid to the Grant Recipient and which is not payable in relation to Continuing Firm Schemes) to such other person or for such purpose as Homes England in its discretion considers appropriate.

17.6 Homes England's entitlement to exercise the rights set out in Clause 17.5 (*Default Events and Termination*) shall be suspended pending completion of the following procedure within the timescales prescribed below:

17.6.1 Homes England must notify the Grant Recipient in writing of its intention to call a Bid Default and to exercise its rights under Clause 17.5 (*Default Events and Termination*);

17.6.2 the parties (acting in good faith) shall meet within ten (10) Business Days of the date of the notice referred to in Clause 17.6.1 (*Default Events and Termination*) to seek to agree adjustments to the Approved Capital Bid and/or the Allocated Capital Grant to reflect any demonstrable underperformance by the Grant Recipient against its delivery projections as set out in the Approved Capital Bid;

- 17.6.3 where adjustments are agreed, the Grant Recipient shall promptly (and in any event within fifteen (15) Business Days of the date of the above meeting) make all such amendments to the information contained in IMS in respect of the Approved Capital Bid as are necessary to reflect the agreement made pursuant to Clause 17.6.2 (*Default Events and Termination*) and in that case Homes England's rights under Clause 17.5 (*Default Events and Termination*) shall lapse in respect of that Bid Default which gave rise to the implementation of the procedure under this Clause 17.6 (*Default Events and Termination*); and
- 17.6.4 if the parties are unable to agree adjustments to the Approved Capital Bid pursuant to Clause 17.6.2 (*Default Events and Termination*) within fifteen (15) Business Days of the date of the meeting or the Grant Recipient fails correctly to amend the information contained in IMS in accordance with Clause 17.6.3 (*Default Events and Termination*), Homes England shall be entitled immediately and without any liability to the Grant Recipient to exercise its rights under Clause 17.5 (*Default Events and Termination*).
- 17.7 On the occurrence of a Fundamental Default, Homes England shall on the service of written notice be entitled forthwith and without any liability to the Grant Recipient to:
- 17.7.1 terminate this Agreement in its entirety;
- 17.7.2 withhold and cancel any further payment of Allocated Capital Grant due to the Grant Recipient under this Agreement; and
- 17.7.3 reallocate or redirect such part of the Allocated Capital Grant (which has not yet been paid to the Grant Recipient) to such other person or for such purpose as Homes England in its discretion considers appropriate.
- 17.8 Where Clause 17.3 (*Default Events and Termination*) or Clause 17.5 (*Default Events and Termination*) applies and:
- 17.8.1 there are no Continuing Firm Schemes, Homes England may terminate this Agreement in its entirety in accordance with the terms of Clause 17.3 (*Default Events and Termination*) or Clause 17.5 (*Default Events and Termination*) (as applicable); and
- 17.8.2 there are Continuing Firm Schemes, Homes England may terminate this Agreement in relation to all but the Continuing Firm Schemes, such termination to take effect in accordance with the timescales specified in Clause 17.4 (*Default Events and Termination*) or Clause 17.6 (*Default Events and Termination*) as applicable.
- 18 **Subsidy**
- 18.1 This Agreement is drafted with the intention that it is lawful and complies with the requirements of the United Kingdom Competition Requirement.
- 18.2 The Grant Recipient acknowledges and accepts the SPEI Entrustment. If the Agreement Funding gives rise to an SPEI Overpayment or otherwise constitutes Unlawful Subsidy then Homes England shall be entitled to recover from the Grant Recipient the amount of such SPEI Overpayment and/or Unlawful Subsidy together with such interest as it is required by

Legislation to recover and the Grant Recipient must pay such amount(s) within ten (10) Business Days of Homes England requesting repayment.

18.3 The Grant Recipient shall promptly give written notice to Homes England of any Public Sector Funding it receives from a third party in relation to any AHP Traveller Pitches.

18.4 If, following the date of this Agreement, Legislation requires Homes England to amend this Agreement to comply with a United Kingdom Competition Requirement then Homes England may, acting reasonably, provide written notice to the Grant Recipient to vary this Agreement to the extent necessary to comply with such change in Legislation.

19 **Anti-Bribery and Anti-Corruption**

The Grant Recipient must comply with the terms of Schedule 4 (*Anti-Bribery and Anti-Corruption*).

20 **Information and Confidentiality**

The Grant Recipient must comply with the terms of Schedule 5 (*Information and Confidentiality*).

21 **Data Protection**

The Grant Recipient must comply with the terms of Schedule 6 (*Data Protection*).

22 **Intellectual Property**

The Grant Recipient must comply with the terms of Schedule 7 (*Intellectual Property*).

23 **Health and Safety**

23.1 The Grant Recipient will comply in all material respects with all relevant Legislation including but not limited to Legislation relating to health and safety, welfare at work, equality and diversity, modern slavery and other relevant employment matters and will use reasonable endeavours to procure that all Grant Recipient Parties engaged in the delivery of the Approved Capital Bid do likewise.

23.2 The Grant Recipient confirms that it has, and is in full compliance with, a policy covering equal opportunities designed to ensure that discrimination prohibited by the Equality Act 2010 or which is made on any other unjustifiable basis is avoided at all times and will provide a copy of that policy and evidence of the actual implementation of that policy upon request by Homes England.

23.3 The Grant Recipient shall have due regard to the public sector equality duty under Part 11 of the Equality Act 2010 insofar as its activities under this Agreement could reasonably be deemed to be functions of a public nature for the purposes of that Part.

23.4 To the extent that Homes England is a 'client' for the purposes of the CDM Regulations:

23.4.1 where the Grant Recipient is engaging consultants and a contractor or contractors as Subcontractors to Deliver the Firm Scheme the Grant Recipient elects to be the only client in relation to such Firm Scheme; or

23.4.2 where the Grant Recipient is contracting with a developer as a Subcontractor to Deliver a Firm Scheme the Grant Recipient shall procure that such developer shall elect to be the only client in relation to the Firm Scheme on or before the date that such scheme becomes a Firm Scheme,

and Homes England hereby agrees to such election.

23.5 The Grant Recipient shall not seek to withdraw, terminate or in any manner derogate from such election pursuant to Clause 23.4.1 (*Health and Safety*) or (if appropriate) shall procure that any developer/employer shall not withdraw, terminate or in any manner derogate from any election pursuant to Clause 23.4.1 (*Health and Safety*) without Homes England's prior written consent, which Homes England may in its absolute discretion withhold.

23.6 The Grant Recipient shall at all times comply with all obligations, requirements and duties arising under the HS Act and the CDM Regulations in connection with the Works.

23.7 The Grant Recipient shall at all times procure the compliance with all obligations, requirements and duties arising under the HS Act by any and all parties appointed in connection with the Works or allowed on the Site.

23.8 The Grant Recipient shall at all times maintain and procure that there is maintained an accurate record of all health, safety and environmental incidents which occur on or in connection with each Firm Scheme in the form set out in Schedule 3 (*Form of Health and Safety Report*) to this Agreement.

23.9 Without prejudice to any other provision of this Agreement, the Grant Recipient shall notify Homes England's Safety Health and Environmental (SHE) Team on 0300 1234 500 or enquiries@homesengland.gov.uk within five (5) Business Days of the occurrence of any of the following events which arise out of or in connection with a Firm Scheme:

23.9.1 any specified (major) injuries, requiring reporting under RIDDOR;

23.9.2 a fatal accident to any worker or a member of the public;

23.9.3 any injury to a member of the public requiring reporting under RIDDOR;

23.9.4 any dangerous occurrence, as defined by RIDDOR;

23.9.5 any enforcement action taken by the Health and Safety Executive, Local Fire Authority, the Police and Statutory Environmental Regulators (including the serving of enforcement, warning, improvement or prohibition notices);

23.9.6 any incident having health, safety or environmental implications which attracts the attention of the police and/or the media;

23.9.7 the commencement of any criminal prosecution under health and safety or environmental legislation; and

23.9.8 any environmental incident that may be brought to the attention of the regulatory authorities, either directly or indirectly, which has the potential to give rise to a formal warning or prosecution, either as a single occurrence or as a contributory occurrence in a series of events.

23.10 The Grant Recipient will procure that all its Subcontractors and Professional Team comply at all times with the HS Act and the CDM Regulations and will procure that the Grant Recipient and each Subcontractor and member of the Professional Team shall at all times have due regard to the protection and safety of members of the public and their property on the Site, adjoining land owners and their property, visitors to the Site and their property and will at all times comply with the requirements of the Health and Safety Executive, the HS Act and all rules codes and regulations (including the CDM Regulations) and legislation relating to the health and safety of workers, and to the undertaking of construction works.

24 **Construction Industry Scheme**

24.1 In this Clause 24 (*Construction Industry Scheme*), the following definitions shall apply:

CIS means the provisions of chapter 3 of part 3 of the Finance Act 2004 together with any regulations made pursuant to those provisions including (without limitation) the Income Tax (Construction Industry Scheme) Regulations 2005;

Construction Contract has the same meaning as in Section 57(2) of the Finance Act 2004; and

HMRC means HM Revenue & Customs.

24.2 The Grant Recipient warrants to Homes England that it holds gross payment status for the purposes of the CIS (pursuant to paragraph CISR13040 of the Construction Industry Scheme Reform manual or otherwise) such that the Grant Recipient is entitled to receive payments under Construction Contracts without any deduction under the CIS. The Grant Recipient undertakes to notify Homes England within two (2) Business Days of ceasing to hold gross payment status.

24.3 The Grant Recipient will, on demand, pay to Homes England an amount equal to any tax liability, interest or penalties imposed on Homes England under the CIS as a result of, or in connection with, any payments made by Homes England pursuant to this Agreement, together with any reasonable costs incurred by Homes England in connection with such tax liability, interest or penalty.

25 **Assignment and sub-contracting**

25.1 Homes England will be entitled to transfer or assign all or part of this Agreement at any time without the consent of the Grant Recipient.

25.2 The Grant Recipient will not be entitled to transfer or assign all or part of this Agreement.

26 **Dispute resolution**

26.1 All disputes and differences arising out of or in connection with this Agreement including in relation to any non-contractual obligation (a Dispute) shall be resolved pursuant to the terms of this Clause 26 (*Dispute resolution*).

26.2 **Negotiation**

26.2.1 In the event that a party considers that a Dispute exists, such party shall serve a notice upon the other party (a **Notice of Dispute**) giving brief details of the Dispute and in the first instance the Grant Recipient's Representative and Homes

England Senior Officer (**Senior Officers**) shall use their reasonable endeavours to resolve such Dispute amicably and in good faith and in accordance with this Clause 26.2 (*Negotiation*).

26.2.2 If there has been no resolution of the dispute within thirty (30) days of the referral to Senior Officers, the Dispute shall be referred to directors of the Grant Recipient and the chief executive officer of Homes England (together, the **Chief Executives**).

26.2.3 The Chief Executives shall meet within ten (10) Business Days (or such other longer period not exceeding twenty (20) Business Days as the parties may agree) of such referral to attempt to resolve the Dispute. Any unanimous resolution of the Chief Executives shall be recorded in writing and signed by them and shall be final and binding unless the parties agree otherwise.

26.3 Referral to Expert

26.3.1 If there has been no resolution of the Dispute within twenty (20) days of the referral to Chief Executives either party may give to the other written notice referring the dispute to a suitably qualified independent Expert for determination in accordance with this Clause 26.3 (*Referral to Expert*).

26.3.2 The Expert shall be required to prepare a written decision and give notice (including a copy) of the decision to the Parties within a maximum of three (3) months of the matter being referred to the Expert.

26.3.3 If the Expert dies or becomes unwilling or incapable of acting, or does not deliver the decision within the time required by this Clause 26.3 (*Referral to Expert*) then:

- (a) either party may apply to the Relevant Body to discharge the Expert and to appoint a replacement Expert with the required expertise; and
- (b) this Clause 26.3 (*Referral to Expert*) shall apply in relation to the new Expert as if they were the first Expert appointed.

26.3.4 All matters under this Clause 26.3 (*Referral to Expert*) must be conducted, and the Expert's decision shall be written, in the English language.

26.3.5 The Parties shall be entitled to make submissions to the Expert (including oral submissions) and shall provide (or procure the provision to) the Expert with such assistance and documents as the Expert reasonably requires for the purpose of reaching a decision.

26.3.6 To the extent not provided for by this Clause 26.3 (*Referral to Expert*), the Expert may in their reasonable discretion determine such other procedures to assist with the conduct of the determination as they consider just or appropriate, including (to the extent they consider necessary) instructing professional advisers to assist them in reaching their determination.

26.3.7 Each party shall (with reasonable promptness) supply each other with all information and give each other access to all documentation and personnel as

the other party reasonably requires to make a submission under this Clause 26.3 (*Referral to Expert*).

26.3.8 The Expert shall act as an expert and not as an arbitrator. The Expert shall determine the matter in dispute (which may include any issue involving the interpretation of any provision of this Agreement, their jurisdiction to determine the matters and issues referred to them or their terms of reference). The Expert's written decision on the matters referred to them shall be final and binding on the parties in the absence of manifest error or fraud.

26.3.9 Each party shall bear its own costs in relation to the reference to the Expert. The Expert's fees and any costs properly incurred by them in arriving at their determination (including any fees and costs of any advisers appointed by the Expert) shall be borne by the Parties equally or in such other proportions as the Expert shall direct.

26.4 **Submission to Courts**

Notwithstanding the foregoing, at any time Homes England, at its sole discretion, may choose to submit any Dispute to the courts of England. If a process pursuant to either Clause 26.2 (*Negotiation*) and/or 26.3 (*Referral to Expert*) has been initiated, at the time that Homes England chooses to submit the matter to the courts of England and Wales, then it is agreed that such process is to be immediately discontinued without any binding determination being made. Each party hereby irrevocably submits to the exclusive jurisdiction of the courts of England.

26.5 **Continued Performance**

No reference of any dispute to an Expert pursuant to this Clause 26 (*Dispute resolution*) shall relieve any party from any liability for the due and punctual performance of its obligations under this Agreement.

27 **Further assurance**

27.1 At any time upon the written request of Homes England the Grant Recipient:

27.1.1 shall promptly execute and deliver or procure the execution and delivery of any and all such further instruments and documents as may be necessary for the purpose of obtaining for Homes England the full benefit of this Agreement and of the rights and powers herein granted and the Grant Recipient hereby irrevocably appoints Homes England as its attorney solely for that purpose; and

27.1.2 shall perform and use its reasonable endeavours to procure that any third party performs such acts as may be reasonably required for the purposes of giving full effect to this Agreement.

28 **No fetter on statutory functions**

Notwithstanding anything apparently or impliedly to the contrary in this Agreement or any of the deeds and documents referred to herein, in carrying out its statutory duties or functions the discretion of Homes England shall not be fettered, constrained or otherwise unlawfully affected by the terms of this Agreement or any such other deed or document.

29 **No agency**

29.1 Nothing in this Agreement or otherwise shall be held, implied or deemed to constitute a partnership, joint venture or other association or, save as expressly provided, the relationship of principal and agent between the parties.

29.2 The Grant Recipient shall at all times be independent and nothing in this Agreement shall be construed as creating the relationship of employer and employee between Homes England and the Grant Recipient. Neither the Grant Recipient nor any of its employees shall at any time hold itself or themselves out to be an employee of Homes England.

30 **Exclusion of third party rights**

Except as otherwise expressly provided, no person who is not a party to this Agreement shall be entitled to enforce any terms of this Agreement solely by virtue of the Contracts (Rights of Third Parties) Act 1999.

31 **Entire Agreement**

31.1 This Agreement and the Clauses herein contained together with the Schedules constitute the entire agreement between the parties and may only be varied or modified in writing by deed.

31.2 The Grant Recipient hereby acknowledges that save as set out or referred to in the Agreement there are and have been no representations made by or on behalf of Homes England of whatsoever nature on the faith of which the Grant Recipient is entering into this Agreement.

32 **Severability**

If any term, Clause or provision contained in this Agreement shall be held to be invalid, unlawful or unenforceable to any extent, such term, Clause or provision shall to that extent be omitted from this Agreement and shall not affect the validity, legality or enforceability of the remaining parts of this Agreement.

33 **Cumulative rights and enforcement**

33.1 Any rights and remedies provided for in this Agreement whether in favour of Homes England or the Grant Recipient are cumulative and in addition to any further rights or remedies which may otherwise be available to those parties.

33.2 The parties acknowledge that money damages alone may not properly compensate Homes England for any breach of the Grant Recipient's obligations hereunder and the parties hereby expressly agree that in the event of the breach or threatened breach of any such obligation in addition to any other rights or remedies Homes England may have in law, in equity or otherwise Homes England shall be entitled to seek injunctive or other equitable relief compelling specific performance of and other compliance with the terms of such obligations.

34 **Waiver**

34.1 Neither the failure of any party at any one time to enforce any provision of this Agreement nor the payments by Homes England of Firm Scheme Grant under Clause 13.1 (*Payment*

of Grant) in any way affects the relevant party's right thereafter to require complete performance by the other party, nor may the waiver of any breach or any provision be taken or held to be a waiver of any subsequent breach of any provision or be a waiver of the provision itself.

34.2 Where in this Agreement any obligation of a party is to be performed within a specified time that obligation shall be deemed to continue after that time if the party fails to comply with that obligation within the time.

34.3 Any waiver or release of any right or remedy of either party must be specifically granted in writing signed by that party and shall:

34.3.1 be confined to the specific circumstances in which it is given;

34.3.2 not affect any other enforcement of the same or any other right; and

34.3.3 (unless it is expressed to be irrevocable) be revocable at any time in writing.

35 VAT

35.1 All payments made by Homes England under or in connection with this Agreement are inclusive of any VAT, including for the avoidance of doubt, payments of grant funding under or in connection with this Agreement to the Grant Recipient.

35.2 The Grant Recipient considers that the payment of grant funding under or in connection with this Agreement is outside the scope of VAT. In the event that Homes England is the recipient of a supply or supplies of specified services (as such term is defined in the Value Added Tax (Section 55A) (Specified Services and Excepted Supplies) Order 2019 (the **Order**)) under or in connection with this Agreement, Homes England confirms that the requirements specified in article (8)(1)(b) of the Order are satisfied in respect of the supply or supplies with the result that Section 55A(6) of the Value Added Tax Act 1994 will not apply to such supply or supplies. The Grant Recipient acknowledges that it will account for and pay any VAT on any taxable supply or supplies it makes to Homes England under or in connection with this Agreement.

35.3 Any consideration (whether monetary consideration or non-monetary consideration) paid or provided under or in connection with this Agreement for any supply by Homes England is to be treated as exclusive of any VAT and if Homes England (or the representative member of any VAT group of which it is a member) is required to account for VAT on a supply, the Grant Recipient shall pay (in addition to paying or providing any other consideration) an amount equal to the amount of any VAT upon the earlier of:

35.3.1 the time for payment or provision of the consideration; and

35.3.2 the time of the supply for VAT purposes,

and within ten (10) Business Days of receipt of such payment Homes England shall issue a VAT invoice in respect of that VAT.

35.4 Notwithstanding any other provision in this Agreement, Homes England is entitled to deduct any amount from a payment it is required to make under this Agreement where such deduction is required by law.

36 **Survival of this Agreement**

- 36.1 Insofar as any of the rights and powers of Homes England provided for in this Agreement shall or may be exercised or exercisable after the termination or expiry of this Agreement the provisions of this Agreement conferring such rights and powers shall survive and remain in full force and effect notwithstanding such termination or expiry.
- 36.2 Insofar as any of the obligations of the Grant Recipient provided for in this Agreement remain to be discharged after the termination or expiry of this Agreement the provisions of this Agreement shall survive and remain in full force and effect notwithstanding such termination or expiry.
- 36.3 Without limitation the provisions of Clauses 3 (*Acknowledgements, Representations and Warranties*), 4.3 (*Firm Schemes*), 5 (*Changes to Firm Schemes*), 7.7 (*Firm Scheme substitution and additions*), 8 (*Delivery Obligations*), 9 (*Operational Obligations*), 10 (*Review, Monitoring and Reporting*), 11 (*Transparency Obligations*), 12 (*Grant Claim Procedures*), 13 (*Payment of Grant*), 14 (*Adjustments to Final Tranche*), 15 (*Withholding of Grant*), 16 (*Repayment of Grant*), 17 (*Default Events and Termination*), 18 (*Subsidy*), 19 (*Anti-Bribery and Anti-Corruption*), 20 (*Information and Confidentiality*), 21 (*Data Protection*), 22 (*Intellectual Property*), 26 (*Dispute resolution*), 33 (*Cumulative rights and enforcement*), 34 (*Waiver*), 37 (*Execution*), 38 (*Governing law*), Schedule 4 (*Anti-Bribery and Anti-Corruption*), Schedule 5 (*Information and Confidentiality*), Schedule 6 (*Data Protection*), Schedule 7 (*Intellectual Property*) and this Clause 36 (*Survival of this Agreement*) and such other provisions of this Agreement as are necessary to give effect to such Clauses and/or Schedules are expressly agreed by the parties to survive the termination or expiry of this Agreement.

37 **Execution**

- 37.1 This Agreement may be executed:
- 37.1.1 by the electronic application of a party's authorised signatory's signature and provision of an electronic copy of the same; and
- 37.1.2 in any number of counterparts and each counterpart will when executed be an original of this Agreement and all counterparts together will constitute one instrument.

38 **Governing law**

This Agreement shall be governed by and construed in accordance with the laws of England and Wales and subject to the provisions of Clause 26 (*Dispute resolution*) the parties irrevocably submit to the exclusive jurisdiction of the courts of England and Wales.

39 **Notices**

- 39.1 Any notice to be given hereunder shall be in writing addressed to Homes England Senior Officer (in the case of notices to be given to Homes England) or the Grant Recipient's Representative (in the case of notices to be given to the Grant Recipient) and shall be sufficiently served if delivered by hand and receipted for by the recipient or sent by recorded delivery and addressed in the case of any party to the other party's registered office as set out at the beginning of this Agreement or to such other addresses a party may from time to

time notify to the other in writing provided that such other address is within England and Wales.

39.2 Any notice shall be deemed to be given by the sender and received by the recipient:

39.2.1 if delivered by hand, when delivered to the recipient; or

39.2.2 if delivered by recorded delivery, three (3) Business Days after and including the date of postage,

provided that if the delivery or receipt is:

39.2.3 on a day which is not a Business Day; or

39.2.4 is after 4.00 pm,

it will be deemed to have been received at 9.00 am on the following Business Day.

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Schedule 1

Acknowledgements, Representations and Warranties

Part 1

Agreed Principles

- 1 The provisions of this Agreement represent the conditions upon which Homes England makes the Allocated Capital Grant available to the Grant Recipient for the purposes of Sections 19 and 31 HRA 2008.
- 2 The Allocated Capital Grant is being made available by Homes England on the express understanding that it is applied solely for the purposes of funding the Development Costs in respect of AHP Traveller Pitches which are to be let at an Affordable Rent.
- 3 All RCGF Proceeds identified in the Firm Scheme Details must be applied solely for the purposes of funding the Development Costs in respect of the relevant Firm Scheme and are subject to the terms of the Recovery Determination.
- 4 The Public Sector Funding in respect of a Firm Scheme may not exceed an amount equal to the Actual Development Costs incurred by the Grant Recipient in respect of the Delivery of that Firm Scheme nor may the Public Sector Funding in respect of the Approved Capital Bid exceed an amount equal to the aggregated Actual Development Costs in respect of the delivery of the Approved Capital Bid.
- 5 All Firm Scheme Grant paid under this Agreement is subject to the provisions of the HRA 2008 and any applicable determinations made under such provisions.
- 6 Any failure by the Grant Recipient to comply with the terms of this Agreement or the occurrence of a Default Event or Withholding Event constitutes a failure to comply with a condition attached to the making of Capital Grant for the purposes of paragraph 7(e) of the Recovery Determination.
- 7 The terms of the Capital Funding Guide are incorporated within this Agreement (mutatis mutandis).
- 8 The Grant Recipient must hold Registered Provider status at the point at which any AHP Traveller Pitches provided pursuant to this Agreement are made available for rent.
- 9 Where the Grant Recipient applies RCGF Proceeds towards the delivery of any Traveller Pitch or any dwelling in any year of the AHP 2021/26:
 - 9.1 the terms of this Agreement will be construed as applying to such RCGF Proceeds (mutatis mutandis); and
 - 9.2 the Grant Recipient must comply with any applicable terms of the Capital Funding Guide with respect to such Traveller Pitch or dwelling.
- 10 The Grant Recipient acknowledges that, pursuant to the programme requirements of the AHP 2021/26, where the Grant Recipient possesses or will possess a Secure Legal Interest in the form of a lease, the unexpired term of such lease must be of the longest duration that

the Grant Recipient can reasonably negotiate and comply with any applicable requirements of the Capital Funding Guide.

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Part 2

Representations and Warranties

1 Powers, vires and consents

- 1.1 It is duly incorporated under the law of England and Wales and has the corporate power to own its assets and to carry on the business which it conducts or proposes to conduct.
- 1.2 It has the power to enter into and to exercise its rights and perform its obligations under this Agreement and has taken all necessary action to authorise the execution by it of and the performance by it of its obligations under this Agreement.
- 1.3 It is not subject and will not become subject to any other obligation, compliance with which will or is likely to, have a Material Adverse Effect in relation to the Approved Capital Bid or any Firm Scheme.
- 1.4 Its obligations under this Agreement constitute its legal, valid and binding obligations, enforceable in accordance with its terms.
- 1.5 The execution, delivery and performance by it of this Agreement do not:
- 1.5.1 insofar as it is aware contravene any applicable law or directive or any judgement, order or decree of any court having jurisdiction over it;
 - 1.5.2 conflict with, or result in any breach of any of the terms of, or constitute a default under, any agreement or other instrument to which it is a party or any licence or other authorisation to which it is subject or by which it or any of its property is bound; or
 - 1.5.3 contravene or conflict with its memorandum and articles of association or rules (as applicable) from time to time.
- 1.6 All consents, required by it in connection with the execution, delivery, issue, validity or performance or enforceability of this Agreement have been obtained and have not been withdrawn.
- 1.7 So far as it is aware, it is not in breach of or in default under any agreement to which it is a party or which is binding on it or any of its assets which has or could have a Material Adverse Effect.
- 1.8 To the best of its knowledge, no claim is presently being asserted and no litigation, arbitration or administrative proceeding is presently in progress or, to the best of its knowledge, pending or threatened against it or any of its assets which will or might have a Material Adverse Effect in relation to the Approved Capital Bid or any Firm Scheme.
- 1.9 To the best of its knowledge, no proceedings or other steps have been taken and not discharged (nor, to the best of its knowledge threatened) for its winding-up or dissolution or for the appointment of a receiver, administrative receiver, administrator, liquidator or similar officer in relation to any of its assets or revenues and without limitation no Insolvency Event has occurred in relation to it.

1.10 It has not committed any Prohibited Act.

2 **Deliverability**

2.1 No person having any Security over the property or any other assets of the Grant Recipient has enforced or given notice of its intention to enforce such Security.

2.2 It has obtained or will by Firm Scheme Completion have obtained all Consents and to the extent that such Consents have been obtained they have not been withdrawn.

2.3 It is not aware, after due enquiry, of anything which materially threatens the success or successful completion of the intention or purpose of this Agreement.

2.4 No Default Event has occurred and is continuing.

2.5 All information supplied by or on behalf of it to Homes England or its agents or employees in connection with the Grant Recipient's initial application for grant funding or in the course of the subsequent discussions was at the time of submission and as far as it was aware (or ought to have been aware) having made all reasonable and proper enquiries true, complete and accurate in all respects.

2.6 It has informed Homes England of any material change that has occurred since:

2.7 the date of submission of the Approved Capital Bid prior to the date of this Agreement; and

2.8 the Approved Capital Bid, as the same may be amended, added to, supplemented, substituted or varied in accordance with this Agreement, on each occasion of its amendment, addition, supplementation, substitution or variation of which it is aware (or ought to be aware) having made all reasonable and proper enquiries which would render such information untrue, incomplete or inaccurate in any material respect including without limitation the provision or offer of any additional Public Sector Funding.

2.9 It is not aware of any material fact or circumstance that has not been disclosed to Homes England and which might, if disclosed materially, adversely affect the decision of anyone considering whether or not to contract with it.

2.10 All data or other information submitted on IMS in respect of the Approved Capital Bid, Substitute Scheme, Additional Scheme and each Firm Scheme is accurate and the Grant Recipient is not aware (having made all reasonable enquiries) of any circumstances which would give rise to that information becoming inaccurate.

2.11 All data or other information supplied to Homes England and/or the Regulator in connection with, or related to the Approved Capital Bid, any Firm Scheme (including that submitted pursuant to Clause 10 (*Review, Monitoring and Reporting*)) any Disposal Notification and/or Constitutional Change Notification is complete and accurate.

2.12 The Grant Recipient is not in breach of its Transparency Obligations.

2.13 Save where expressly agreed by Homes England, no Firm Scheme which is a Planning Scheme is being subsidised by Firm Scheme Grant or RCGF.

- 2.14 Save where expressly agreed by Homes England, all AHP Traveller Pitches have been let or disposed of (as applicable) in accordance with the terms of the applicable Firm Scheme Details.
- 2.15 So far as the Grant Recipient is aware (having made all reasonable enquiries) each Firm Scheme (including, inter alia, each Start on Site Date and Firm Scheme Completion Date) is capable of being Delivered without the need for a change to the Firm Scheme Details.
- 2.16 The Grant Recipient has issued any Disposal Notification and/or Constitutional Change Notification in accordance with the requirements of this Agreement where required to do so under this Agreement.
- 2.17 The Grant Recipient will not advance or on-lend any Firm Scheme Grant to a third party (in whole or in part).

3 Application of Approved Capital Bid

Save where expressly agreed by Homes England, none of the AHP Traveller Pitches to be provided pursuant to this Agreement has received or is intended to receive funding from Homes England other than as provided for in this Agreement nor has it been included amongst the projected units to be delivered under any Previous AHP Programme.

4 Authority of Grant Recipient's Representative

The Grant Recipient's Representative is empowered to act on behalf of the Grant Recipient for all purposes connected with this Agreement.

5 Propriety

5.1 No member, employee, agent or consultant of the Grant Recipient or of any partner organisation of the Grant Recipient has any personal, proprietary or pecuniary interest in:

5.1.1 any person from whom the Grant Recipient is purchasing land or property for the purposes of or in connection with this Agreement;

5.1.2 any contractor engaged or to be engaged by the Grant Recipient in connection with this Agreement; and/or

5.1.3 any land or other property to be acquired or developed or improved by the Grant Recipient for the purposes of or in connection with this Agreement.

5.2 No member, employee, agent or consultant of the Grant Recipient or any partner organisation of the Grant Recipient is, has or will be entitled to any preferential treatment by virtue of their position or associations whether in terms of:

5.2.1 access to properties delivered or, disposed of pursuant to this Agreement; or

5.2.2 the prices at which such properties are let or disposed of.

Schedule 2

Development Costs

Part 1

Development Costs

Heads of expenditure

1 Acquisition

- 1.1 Purchase price of land/Site/buildings.
- 1.2 Stamp Duty Land Tax on the purchase price of land/Site.

2 Works Costs

- 2.1 Main works contract costs (excluding any costs defined as on costs).
- 2.2 Major Site development works (where applicable). These include piling, soil stabilisation, road/sewer construction, major demolition.
- 2.3 Statutory agreements, associated bonds and party wall agreements (including all fees and charges directly attributable to such works) where applicable.
- 2.4 Additional costs associated with complying with archaeological works and party wall agreement awards (including all fees, charges and claims attributable to such works) where applicable.
- 2.5 Irrecoverable VAT on the above (where applicable).

3 On costs

- 3.1 Legal fees and disbursements.
- 3.2 Net gains/losses via interest charges on development period loans.
- 3.3 Building society or other valuation and administration fees.
- 3.4 Fees for building control and Planning Permission.
- 3.5 Fees and charges associated with compliance with European Community directives, and Homes England's requirements relating to energy rating of dwellings and Eco-Homes certification.
- 3.6 In-house or external consultants' fees, disbursements and expenses (where the development contract is a design and build contract) (see note below).
- 3.7 Insurance premiums including building warranty and defects/liability insurance (except contract insurance included in Works costs).
- 3.8 Contract performance bond premiums.

- 3.9 Borrowing administration charges (including associated legal and valuation fees).
- 3.10 An appropriate proportion of the Grant Recipient's development and administration costs.
- 3.11 Irrecoverable VAT on the above.

Note 1

Where the development contract is a design and build contract, the on-costs are deemed to include the builder's design fee element of the contract sum. The amount included by the builder for design fees should be deducted from the Works cost element referred to above, as should other non-works costs that may be submitted by the builder such as fees for building and Planning Permission, building warranty, defects liability insurance, contract performance bond and energy rating of dwellings.

Note 2

Some items will not qualify as Development Costs unless the Grant Recipient can clearly demonstrate that such costs are properly chargeable to the development, i.e. for the sole use of the residents or to comply with any statutory obligations that may have been imposed.

Examples of these are as follows:

- works to any roads which do not exclusively serve the development;
- landscaping to areas of land which lie outside the boundaries of the Site;
- district heating systems;
- trunk sewers and sewage disposal works;
- special refuse treatment buildings;
- public conveniences; and
- community halls, club rooms, recreation rooms.

Note 3

Subject to the above, where any cost incurred or to be incurred by the Grant Recipient is common both to the development of the AHP Traveller Pitches within any Firm Scheme and to any other activity, asset or property of the Grant Recipient, only such part of that cost as is attributable to the development of the AHP Traveller Pitches may be treated as a cost in respect of which grant under this Agreement may be paid.

Part 2

Costs which are not Development Costs

- 1 Capital costs incurred:
 - 1.1 on land (forming part of the total site acquired) which will not be used exclusively for Traveller Pitches or other purposes directly related to the Firm Scheme;
 - 1.2 on estate offices, factories, letting offices;
 - 1.3 on stores;
 - 1.4 on medical or dental surgeries, clinics;
 - 1.5 on police stations, public libraries, bus shelters;
 - 1.6 on shops, restaurants, public houses, offices;
 - 1.7 on transformer and other related buildings;
 - 1.8 on maintenance depots, tools, plant and vehicles;
 - 1.9 on greenhouses; and
 - 1.10 on separate commercial laundry blocks and related equipment.

Schedule 3

Form of Health and Safety Report

Grant Recipient: []

Firm Scheme: []

To: Homes and Communities Agency (trading as Homes England)

Reporting period: [] to []

Average number of workers on site per day during reporting period.	
Total number of all personal injury accidents.	
Accidents resulting in greater than seven (7) days' lost time (RIDDOR).	
Specified (major) injuries (RIDDOR).	
Fatalities (RIDDOR).	
Reportable work-related diseases (RIDDOR).	
Reportable injuries to members of the public as defined under (RIDDOR).	
Dangerous occurrences as defined under RIDDOR.	
No of person days lost due to accidents or ill-health incurred by workers.	
Accident investigations carried out in the period.	
Site inspections, tool-box talks etc. completed.	
Visits by the HSE, Local Fire Authority, the Police and Environment Agency to the site.	
Enforcement notices served by the regulatory authorities e.g. improvement, prohibition, warning notices.	

Schedule 4

Anti-Bribery and Anti-Corruption

- 1 The Grant Recipient must:
- 1.1 comply with all applicable laws, statutes, regulations and codes relating to anti-bribery and anti-corruption including but not limited to the Bribery Act 2010 (Requirements);
 - 1.2 not engage in any activity, practice or conduct which would constitute an offence under Sections 1, 2 or 6 of the Bribery Act 2010 if such activity, practice or conduct had been carried out in the UK;
 - 1.3 comply with Homes England's ethical, anti-bribery and anti-corruption policies, a copy of which is available here: <https://www.gov.uk/government/collections/homes-england-ethical-policies>, in each case as Homes England or the relevant industry body may update from time to time (Relevant Policies);
 - 1.4 have and maintain in place throughout the duration of this Agreement its own policies and procedures, including but not limited to adequate procedures under the Bribery Act 2010, to ensure compliance with the Requirements, the Relevant Policies and paragraph 1.2 of this Schedule 4 (*Anti-Bribery and Anti-Corruption*), and will enforce them where appropriate;
 - 1.5 if required by Homes England, produce a written certificate to it signed by an officer of the Grant Recipient, confirming compliance with this Schedule 4 (*Anti-Bribery and Anti-Corruption*) by the Grant Recipient and all persons associated with it under paragraph 1.6 of this Schedule 4 (*Anti-Bribery and Anti-Corruption*). The Grant Recipient shall provide such supporting evidence of compliance as Homes England may reasonably request;
 - 1.6 ensure that any person associated with the Grant Recipient who is performing services or providing goods in connection with this Agreement does so only on the basis of a written contract which imposes on and secures from such person terms equivalent to those imposed on the Grant Recipient in this Schedule 4 (*Anti-Bribery and Anti-Corruption*) (**Relevant Terms**). The Grant Recipient shall be responsible for the observance and performance by such persons of the Relevant Terms, and shall be directly liable to Homes England for any breach by such persons of any of the Relevant Terms;
 - 1.7 immediately report to Homes England's Head of Financial Crime Compliance and Assurance Services from time to time (or any person holding a successor post) any request or demand for any undue financial or other advantage of any kind received by the Grant Recipient in connection with the performance of this Agreement; and
 - 1.8 for the purpose of this Schedule 4 (*Anti-Bribery and Anti-Corruption*), the meaning of adequate procedures and foreign public official and whether a person is associated with another person shall be determined in accordance with Section 7(2) of the Bribery Act 2010 (and any guidance issued under Section 9 of that Act), Sections 6(5) and 6(6) of that Act and Section 8 of that Act respectively. For the purposes of this Schedule 4 (*Anti-Bribery and Anti-Corruption*), a person associated with the Grant Recipient includes any subcontractor of the Grant Recipient.

- 2 Where the Grant Recipient is aware that it is in breach of an obligation under this Schedule 4 (*Anti-Bribery and Anti-Corruption*) it must promptly notify Homes England of the fact and take all such steps as are appropriate in the circumstances to remedy the breach.
- 3 If the Grant Recipient has any grounds for suspecting financial irregularity in the use of any Agreement Funding, it must:
 - 3.1 notify Homes England immediately;
 - 3.2 explain to Homes England what steps are being taken to investigate the suspicion; and
 - 3.3 keep Homes England informed about the progress of the investigation.

For the purpose of this paragraph 3 "financial irregularity" includes fraud or other impropriety, mismanagement, and the use of Allocated Capital Grant for purposes other than the purposes permitted under this Agreement.

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Schedule 5

Information and Confidentiality

- 1 Each party recognises that under this Agreement it may receive Confidential Information belonging to the other.
- 2 Each party agrees to treat all Confidential Information belonging to the other as confidential and not to disclose such Confidential Information or any other confidential information relating to Homes England arising or coming to its attention during the currency of this Agreement to any third party without the prior written consent of the other party and agrees not to use such Confidential Information for any purpose other than that for which it is supplied under this Agreement.
- 3 The obligations of confidence referred to in this Schedule 5 (*Information and Confidentiality*) shall not apply to any Confidential Information which:
 - 3.1 is in, or which comes into, the public domain otherwise than by reason of a breach of this Agreement or of any other duty of confidentiality relating to that information;
 - 3.2 is obtained from a third party without that third party being under an obligation (express or implied) to keep the information confidential;
 - 3.3 is lawfully in the possession of the other party before the date of this Agreement and in respect of which that party is not under an existing obligation of confidentiality; or
 - 3.4 is independently developed without access to the Confidential Information of the other party.
- 4 Each party will be permitted to disclose Confidential Information to the extent that it is required to do so:
 - 4.1 to enable the disclosing party to perform its obligations under this Agreement or any loan agreement or proposed loan agreement or funding documentation with a commercial lender;
 - 4.2 by any applicable law or by a court, arbitral or administrative tribunal in the course of proceedings before it, including without limitation any requirement for disclosure under FOIA or EIR and the Grant Recipient acknowledges that any lists or schedules provided by it outlining Confidential Information are of indicative value only and Homes England may nevertheless be obliged to disclose such Confidential Information;
 - 4.3 by any Regulatory Body (including any investment exchange and the Regulator) acting in the course of proceedings before it or acting in the course of its duties; or
 - 4.4 in order to give proper instructions to any professional adviser of that party who also has an obligation to keep any such Confidential Information confidential.
- 5 The Grant Recipient shall ensure that all Confidential Information obtained from Homes England under or in connection with this Agreement:
 - 5.1 is given only to such of its employees, professional advisors or consultants engaged to advise it in connection with this Agreement as is strictly necessary for the performance of this Agreement and only to the extent necessary for the performance of this Agreement;

- 5.2 is treated as confidential and not disclosed (without Homes England's prior written approval) or used by any such staff or professional advisors or consultants otherwise than for the purposes of this Agreement; and
- 5.3 where it is considered necessary in the opinion of Homes England the Grant Recipient shall ensure that such staff, professional advisors or consultants sign a confidentiality undertaking before commencing work in connection with this Agreement.
- 6 Nothing in this Schedule 5 (*Information and Confidentiality*) shall prevent Homes England from:
- 6.1 disclosing any Confidential Information for the purpose of:
- 6.1.1 the examination and certification of Homes England's accounts; or
- 6.1.2 any examination pursuant to Section 6(1) of the National Audit Act 1983 of the economy, efficiency and effectiveness with which Homes England has used its resources;
- 6.2 disclosing any Confidential Information obtained from the Grant Recipient:
- 6.2.1 to any other department, office or agency of the Crown;
- 6.2.2 to Parliament and Parliamentary Committees or if required by any Parliamentary reporting requirement;
- 6.2.3 on a confidential basis to a proposed successor body in connection with any assignment, novation or disposal of any of its rights obligations or liabilities under this Agreement; or
- 6.2.4 to any person engaged in providing any services to Homes England for any purpose relating to or ancillary to this Agreement or any person conducting an Office of Government Commerce gateway review,
- provided that in disclosing information under any of paragraphs 6.2.1 (*Information and Confidentiality*) to 6.2.4 (*Information and Confidentiality*) of this Schedule 5 (*Information and Confidentiality*) inclusive, Homes England discloses only the information which is necessary for the purpose concerned and requires that the information is treated in confidence and that a confidentiality undertaking is given where appropriate.
- 7 Nothing in this Schedule 5 (*Information and Confidentiality*) shall prevent either party from using any techniques, ideas or know-how gained during the performance of the Agreement in the course of its normal business, to the extent that this does not result in a disclosure of Confidential Information or an infringement of Intellectual Property Rights.
- 8 The Grant Recipient acknowledges that Homes England is subject to legal duties which may require the release of information under FOIA and/or EIR and that Homes England may be under an obligation to provide Information subject to a Request for Information.
- 9 Homes England shall be responsible for determining in its absolute discretion whether:
- 9.1 any Information is Exempted Information or remains Exempted Information; and/or

- 9.2 any Information is to be disclosed in response to a Request for Information, and in no event shall the Grant Recipient respond directly to a Request for Information to which Homes England is required to respond to, except to confirm receipt of the Request for Information and that the Request for Information has been passed to Homes England unless otherwise expressly authorised to do so by Homes England.
- 10 Notwithstanding any other provision of this Agreement but subject to paragraph 9 of this Schedule 5 (*Information and Confidentiality*) below, the Grant Recipient acknowledges that Homes England may be obliged under FOIA or EIR to disclose Information:
- 10.1 without consulting the Grant Recipient; or
- 10.2 following consultation with the Grant Recipient and having taken (or not taken, as the case may be) its views into account.
- 11 Without in any way limiting paragraph 9 of this Schedule 5 (*Information and Confidentiality*) or paragraph 10 of this Schedule 5 (*Information and Confidentiality*), in the event that Homes England receives a Request for Information, Homes England will, where appropriate, as soon as reasonably practicable notify the Grant Recipient.
- 12 The Grant Recipient will assist and co-operate with Homes England as requested by Homes England to enable Homes England to comply with its disclosure requirements under FOIA and EIR within the prescribed periods for compliance and in particular without limitation will (and shall procure that its agents contractors and sub-contractors will), at their own cost:
- 12.1 transfer any Request for Information received by the Grant Recipient to Homes England as soon as practicable after receipt and in any event within two (2) Business Days of receiving a Request for Information;
- 12.2 provide all such assistance as may be required from time to time by Homes England and supply such data or information as may be requested by Homes England; and
- 12.3 provide Homes England with any Information already in its possession or power in the form that Homes England requires within five (5) Business Days (or such other period as Homes England may specify) of Homes England requesting that Information.
- 13 Nothing in this Agreement will prevent Homes England from complying with any valid order, decision, enforcement or practice recommendation notice issued to it by the Information Commissioner under FOIA and/or EIR in relation to any Exempted Information.
- 14 The obligations in this Schedule 5 (*Information and Confidentiality*) will survive the expiry or termination of this Agreement for a period of two (2) years or, in respect of any particular item of Confidential Information, until such earlier time as that item of Confidential Information reaches the public domain otherwise than by reason of a breach of this Agreement or of any other duty of confidentiality relating to that information.
- 15 The Grant Recipient must regularly review its security arrangements in relation to its access to and operation of IMS and in particular the Grant Recipient must:

- 15.1 notify Homes England immediately if there is any change in the identity of the individual discharging the role of the security administrator on behalf of the Grant Recipient or if such person leaves the Grant Recipient's employment or relinquishes that role;
- 15.2 maintain a list of those of its employees and consultants authorised to use IMS and keep such list under regular review to ensure that access to IMS is given only to appropriate persons;
- 15.3 ensure that IMS passwords are kept confidential and not shared by or with its employees or consultants; and
- 15.4 ensure that systems are in place to prevent any person accessing IMS under a 'User ID' other than their own.
- 16 The Grant Recipient acknowledges and agrees that Homes England may in its absolute discretion redact all or part of the Information within a Request for Information prior to its publication. In so doing and in its absolute discretion, Homes England may take account of any EIR Exceptions and FOIA Exemptions. Homes England may in its absolute discretion consult with the Grant Recipient regarding any redactions to the Information to be published pursuant to this Schedule 5 (*Information and Confidentiality*). Homes England will make the final decision regarding publication and/or redaction of the Information.

Schedule 6

Data Protection

- 1 In so far that Shared Personal Data is Processed under this Agreement it is understood that the parties will each act in the capacity of an independent Data Controller.
- 2 The Grant Recipient (including its employees agents or officers) shall at all times during the period of this Agreement comply with the provisions and obligations imposed by this Schedule 6 (*Data Protection*) and the Data Protection Legislation generally, including any requirement to obtain registrations, consents, and provide notifications and relevant privacy information to Data Subjects as required for the purposes of their obligations under this Agreement.
- 3 The Grant Recipient warrants and represent that they each have in place appropriate technical and organisational measures to protect the Shared Personal Data against accidental or unlawful destruction or accidental loss, alteration, unauthorised disclosure or access, and which provide a level of security appropriate to the risk represented by the processing and the nature of the data to be protected.
- 4 The Grant Recipient shall notify Homes England without undue delay on becoming aware of any breach of the applicable Data Protection Legislation in relation to the Shared Personal Data.
- 5 Whilst each party shall be responsible for responding to any complaint in relation to the Shared Personal Data Processed pursuant to this Agreement, or any request by individuals to exercise the Data Subject's rights, if necessary the parties will co-operate with each other and provide reasonable assistance with any request, proceedings or inquiry by any affected Data Subject and/or the Information Commissioner or other body authorised by statute which are concerned with the Data Protection Legislation in connection with the Shared Personal Data Processed under this Agreement.
- 6 The provision of this Schedule 6 (*Data Protection*) shall apply during the continuance of the Agreement and indefinitely after its termination.
- 7 The Grant Recipient shall indemnify Homes England against all claims and proceedings and all liability, losses, costs and expenses incurred in connection therewith by Homes England as a result of the Grant Recipient's destruction of and/or damage to any of the Shared Personal Data processed by the Grant Recipient, its employees, agents, or any breach of or other failure to comply with the obligations in the DPA and/or this Schedule 6 (*Data Protection*) by the Grant Recipient, its employees, agents or sub-contractors.
- 8 The Grant Recipient shall appoint and identify an individual within its organisation authorised to respond to enquiries from Homes England concerning the Grant Recipient's Processing of the Shared Personal Data and will deal with all enquiries from Homes England relating to such Personal Data promptly, including those from the Information Commissioner.
- 9 The Grant Recipient undertakes to include obligations no less onerous than those set out in this Schedule 6 (*Data Protection*) in all contractual arrangements with agents engaged by the Grant Recipient in performing its obligations under this Agreement to Homes England.

Schedule 7

Intellectual Property

- 1 Subject to paragraph 5 of this Schedule 7 (*Intellectual Property*) the Grant Recipient shall, to the extent that it is able to do so without incurring material cost, grant to Homes England a perpetual, transferable, non-exclusive, royalty-free licence (carrying the right to grant sub-licences) to copy and use (from computer disk or otherwise) all and any Intellectual Property Rights in any, drawings, reports, specifications, calculations and other documents provided by the Grant Recipient or which are or become owned by the Grant Recipient and which relate to the Firm Schemes, for any purpose relating to this Agreement.
- 2 To the extent that any of the data, materials and documents referred to in paragraph 2 of this Schedule 7 (*Intellectual Property*) are generated by or maintained on a computer or in any other machine readable format, the Grant Recipient shall if requested by Homes England use its reasonable endeavours (without having to incur material cost) procure for the benefit of Homes England for the duration of this Agreement at the cost of the Grant Recipient the grant of a licence or sub-licence and supply any relevant software and/or database to enable Homes England making such request to access and otherwise use such data for the purposes referred to in paragraph 1 of this Schedule 7 (*Intellectual Property*).
- 3 Neither party shall infringe any third party's Intellectual Property Rights in connection with this Agreement.
- 4 The Grant Recipient shall fully indemnify Homes England within five (5) Business Days of demand under this paragraph 4 of this Schedule 7 (*Intellectual Property*) against any action, claim, demand, proceeding, cost, charge or expense arising from or incurred by it by reason of any infringement or alleged infringement of any Intellectual Property Rights of any third party by the activities described in this Schedule 7 (*Intellectual Property*), any breach by the Grant Recipient of this Schedule 7 (*Intellectual Property*) and against all costs and damages of any kind which Homes England may incur in connection with any actual or threatened proceedings before any court or adjudication body.
- 5 The Grant Recipient shall only be entitled to revoke the licence granted to Homes England under paragraph 1 of this Schedule 7 (*Intellectual Property*) in the following circumstances and upon the following terms:
- 5.1 on the termination of the whole of this Agreement in circumstances where no Allocated Capital Grant has been paid to the Grant Recipient; or
- 5.2 on the termination of this Agreement (in whole or in part) in circumstances where some Allocated Capital Grant has been paid to the Grant Recipient **provided that** nothing in this paragraph 5.2 of this Schedule 7 (*Intellectual Property*) shall entitle the Grant Recipient to revoke such licence insofar as it relates to:
- 5.2.1 Firm Schemes in respect of which Firm Scheme Grant has been paid or in respect of which a valid entitlement to claim Firm Scheme Grant has arisen; or
- 5.2.2 Continuing Firm Schemes.

Schedule 8

SPEI Entrustment

Tasks entrusted under this Agreement: as set out at Clause 2.1 (*Purpose*) of this Agreement (the **Tasks**).

Compensation for delivery of Tasks: the Firm Scheme Grant, subject to the terms of this Agreement.

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Schedule 9

Affordable Rent

- 1 The parties acknowledge and agree that in relation to each AHP Traveller Pitch:
- 1.1 the rent (inclusive of service charge) must, subject to paragraph 1.2 of this Schedule 9 (*Affordable Rent*), be set at a level which is no more than eighty per centum (80%) of the estimated market rent for an equivalent pitch of the relevant size and location (an **Equivalent Pitch**) in the Broad Market Rental Area (inclusive of service charges) based on a valuation undertaken in accordance with a method recognised by the Royal Institution of Chartered Surveyors; and
- 1.2 in setting the level of rent:
- 1.2.1 it may not be possible for the Grant Recipient to identify a comparable market rent for an Equivalent Pitch in the Broad Market Rental Area. In such a case the Grant Recipient will submit to Homes England a comparable market rent based on Equivalent Pitches in alternative comparator areas (the **Alternative Market Rent**);
- 1.2.2 if Homes England (acting reasonably) does not approve the Grant Recipient's proposed Alternative Market Rent, the Grant Recipient will engage a valuer (in accordance with any method identified by Homes England, acting reasonably) to identify a comparable market rent from areas outside the Broad Market Rental Area and determine the market rent that will be applicable to the pitches in the Broad Market Rental Area (the **Comparable Market Rent**); and
- 1.2.3 in the circumstance contemplated in this paragraph 1.2 the Grant Recipient should set the level of rent by reference to the Comparable Market Rent.
- 1.3 the rent may not increase by more than:
- 1.3.1 the percentage increase in CPI +1% since the last review date; or
- 1.3.2 any other percentage as permitted by the Mobile Homes Act 1983,
- and otherwise any increases or decreases must be made in accordance with the Mobile Homes Act 1983.
- 1.4 the rent must be reset, based on a new valuation (such valuation to be undertaken in accordance with any methodology identified by Homes England), each time the relevant Traveller Pitch is:
- 1.4.1 let to a new tenant; or
- 1.4.2 re-let to the same tenant provided that the resulting rent would be no more than the previous year's rent increased by CPI +1% (but for the avoidance of doubt any automatic conversion of a probationary period shall not be deemed to be constitute a re-letting for the purposes of this Schedule 9 (*Affordable Rent*)).

- 2 In this Schedule 9 (*Affordable Rent*):
- 2.1 **Broad Market Rental Area** has the meaning specified in paragraph 4 of Schedule 3B Rent Officers (Housing Benefit Functions) Order 1997, or article 3 Rent Officers (Universal Credit Functions) Order 2013 as appropriate;
- 2.2 **CPI** means the general index of consumer prices (for all items) published by the Office for National Statistics or, if that index is not published for any month, any substituted index or index figures published by that Office; and
- 2.3 use of the term **rent** shall include all pitch fees and equivalent charges levied on occupants of the AHP Traveller Pitches.

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Schedule 10

TP Funding Requirement

- 1 The parties acknowledge and agree that although the AHP Traveller Pitches funded under this Agreement may not comprise built sleeping accommodation:
 - 1.1 the provisions of the Recovery Determination will be applied to any AHP Traveller Pitches funded pursuant to this Agreement (*mutatis mutandis*);
 - 1.2 the Firm Scheme Grant paid and any RCGF Proceeds used under this Agreement to facilitate the provision of such AHP Traveller Pitches shall be treated by the parties as Capital Grant (*mutatis mutandis*);
 - 1.3 for the purposes of interpreting paragraph 7(e) of the Recovery Determination the terms of this Agreement shall represent the conditions attached to the making of Capital Grant; and
 - 1.4 on the occurrence of a Relevant Event the Grant Recipient must recycle or repay (as applicable) the Capital Grant Recoverable in accordance with the terms of the Recovery Determination (*mutatis mutandis*), as applied by paragraph 1.1 of this Schedule 10 (*TP Funding Requirement*), and this Agreement.

EXECUTION PAGE TO THE GRANT AGREEMENT

This Agreement has been executed as a deed and is delivered and takes effect on the date stated at the beginning of it.

Homes and Communities Agency (trading as Homes England)

THE COMMON SEAL of)
HOMES AND COMMUNITIES AGENCY)
was hereunto affixed in the presence of:)

Authorised Signatory:

Print name:

[Grant Recipient]

OPTION FOR SOCIETY)
Executed as a deed by affixing the Common)
Seal of **[RP NAME]**)
In the presence of:)

.....
Authorised Signatory

Print name:

OPTION FOR LIMITED COMPANY)
Executed as a deed by **[COMPANY NAME]**)
acting by a Director and)
a Director or Secretary)

.....
Director

Print name:

.....
Director or Secretary

Print name: