

Assets of community value guidance notes

These guidance notes are to help you with completing the nomination form for registering an asset of community value. They also contain some information about the Right; outline the definition of an asset of community value and some of things that are exempt.

Background

The Community Right to Bid, which was established by the 2011 Localism Act, came into force in September 2012. The right gives eligible groups the opportunity to identify and nominate assets that are of value to the local community and gives them a fair chance to make a bid to buy them on the open market if the owner decides to sell.

A community could use this right to buy a local asset like a village shop, community centre, library, children's centre, allotment or pub. The right covers private as well as public assets.

All nominations for land or property to be included on the list of assets of community value must be made using our assets of community value nomination form.

What is an asset of community value?

When we assess whether a particular building or piece of land is of community value, we must determine whether it meets the definition of an asset of community value as set out in Section 88 of the Localism Act 2011.

A building or piece of land in the Harrogate district is deemed to be of community value if, in our opinion:

- a) The current main use of the building or land furthers the social interests or social wellbeing of the local community or a use in the recent past has done so. And, it is realistic to think that there can continue to be a main use of the building or land which will further the social interests or social wellbeing of the local community, whether or not in the same way as before.
- b) The main use of the building or land in the recent past furthered the social interests or social wellbeing of the local community. And, it is realistic to think that within five years the building or land can be brought back into a use that furthers the social interest or wellbeing of the local community, whether or not in the same way as before.

There are some categories of assets that are excluded from listing as assets of community value. The main one is residential property, including land and outbuildings connected with that property. However, there is an exception to this where an asset which could otherwise be listed contains integral residential quarters, such as accommodation as part of a pub or a caretaker's flat.

Other exclusions include land licensed for use as a residential caravan site and operational land as defined in Section 263 of the Town and Country Planning Act 1990.

Please refer to Schedule 1 of The Assets of Community Value (England) regulations for full details of land which is not of community value and therefore may not be listed.

List of Assets of Community Value

Harrogate Borough Council (HBC) will maintain and publish a list of all successful nominations.

A list of all unsuccessful nominations will also be published to avoid duplication of nominations for a building which does not meet the criteria.

HBC will also regularly update a list of nominations which are currently being considered.

<u>Please ensure that you have consulted all three lists before submitting a nomination to list an asset of community value.</u>

Nominating an Asset of Community Value

You can fill in the nomination form online, download a copy from our website or we can email a copy to you.

Once received, HBC will:

- Acknowledge receipt within 5 working days.
- Contact the asset owner, occupants and relevant Parish Council and Ward Member(s) for comment.
- Assess the application
- Contact all listed above, along with applicant to inform of the outcome of the application within 6 weeks of receipt of the application.

If possible fill in the form electronically, if using a paper copy please write clearly in black ink.

The nomination form is split into sections covering:

- The asset you wish to nominate
- Your organisation
- Why you believe the asset is of community value.
- The boundaries of the asset being nominated

<u>Please answer all of the questions</u>. The notes below explain what sort information you need to include for each question. For some of the questions we have provided some examples, which are shown in blue type.

We will use the information you provide on the nomination form to assess whether your nomination meets the requirements of the legislation for designating an asset of community value.

Section 1: About the Asset being nominated We will publish details about the type and location of the asset you are nominating on our website.

Asset Type

Tell us what type of building or piece of land the asset is

Examples

Playing field Pub

Village Shop Community Hall

Property Location

It is important that you provide the full name, full address and postcode of the property being nominated

Property Ownership details

It is very important that you include these details as we will need to contact the owner to inform them of the nomination and allow them to comment.

Current Occupier details

The current occupier may not be the same as the property owner so it is important that we advise everyone affected if the asset is listed.

Section 2: About your community organisation We are asking for the information in this section to help us assess whether your organisation is eligible to make a nomination.

Details of organisation

Enter the name and address of the organisation. We will publish this information on our website and may share it with the owner of the asset you are nominating.

Organisation Type

You need to tell us what type of organisation you are as only the voluntary and community bodies listed below are eligible to make a nomination. We will not accept nominations from any other bodies.

Parish or town councils can make nominations for an asset in their own area or in a neighbouring parish/town council's area.

Neighbouring parish councils. A parish council may nominate an asset within an adjoining parish area where there is no parish council and where they have a shared boundary and the asset is within the Harrogate district.

Unincorporated community groups. The membership must include at least 21 local people who appear on the electoral roll within the Harrogate district, or a neighbouring local authority area. The group must not distribute any profits it makes to its members.

Neighbourhood forums. A body designated as a neighbourhood forum as set out in section 61F of the Town and Country Planning Act 1990, added by the Localism Act 2011. There can only be one neighbourhood forum for an area. Existing community groups, civic societies and others can put themselves forward to be a neighbourhood forum. Prospective neighbourhood forums need to ensure they meet the conditions for designation set out in the legislation, for example a forum should have an open membership policy and seek to draw its membership from across the neighbourhood area and from different sections of the local community.

Community interest groups with a local connection. These must have one or more of the following structures:

- A not-for-profit company e.g. a charity companies whose activities benefit the community and who reinvest surplus made from trading back into the community (often called Social Enterprises or Community Interest Companies);
- A community interest company (a company which satisfies the requirements of Part 2 of the Companies (Audit, Investigations and Community Enterprise) Act 2004.
- A company limited by guarantee that is non-profit distributing which does not distribute any surplus it makes to its members, but is wholly or partly applied to the local authority area where

the asset is based or to a neighbouring authority area;

 An industrial and provident society (a body registered or deemed to be registered under the Industrial and Provide Societies Act 1965 which meets one of the conditions in section 1 of that Act) which is a non-profit distributing, it does not distribute any surplus it makes to its members, but is wholly or partly applied to the local authority area where the asset is based or to a neighbouring authority area.

Registration number

If you are a charitable organisation or company please provide your charity or registration number.

Section 3: Supporting information for nomination

In this part of the form you need to give as much information as possible about why you feel the asset currently boosts the social interest and social wellbeing of the local community or if it did in the past, why it is realistic to think that it could in the future. For example how the asset is currently used, what activities take place there, which groups use it or have done so in the recent past.

Social interests include cultural, recreational and sporting interests. Social wellbeing relates to social interaction and engagement.

Examples:

The Flycatcher pub

The Flycatcher is the only pub in our village; the next nearest pub is three miles away. The pub is open every lunchtime and evening and is regularly used by 40% of local residents. In addition to providing a place for the local community to meet, socialise, eat and drink, the pub provides a venue for community groups to meet, which include an active bridge club, conservation group and Young Farmers' Association. The pub has darts and cricket teams and participates in inter-village competitions. It organises an annual pie and ale day in conjunction with the village fete.

Community hall

The hall is the only community facility in our village. It is heavily used throughout the week by a wide range of groups from the village including a mother and toddler group, cubs, guides, exercise groups, over 60s luncheon club and the parish council. The enclosed pages from the booking diary for the month of September give an indication of hall usage. Each year the hall hosts a number of events which attract audiences of all ages from the local community; these include the Spring fayre, village games and barbeque, Christmas carol concert and popular village pantomime.

Section 4. Boundary of the Property/Land being nominated

Please give as much detail as you can about the extent of the property/land you are nominating; for example this may include the car park area. If possible please include a plan showing the location of the asset and a site plan, with the boundaries marked on it.

Example:

The asset comprises the entire village hall building, plus the small area of grass to the rear and the car parking area at the front. The boundaries are marked by the wooden fence on either side, the hedge at the back and the railings at the edge of the car park.

Section 5: Attachment checklist

Please send all the relevant attachments with your form as we will not be able to assess your nomination without these. Please tick to indicate which items you are attaching.

Section 6: Declaration

Ideally, the form will be signed by a member of the group's management team or committee, such as a chairperson, secretary or treasurer.

Disposal of an Asset of Community Value

Once an asset is on the List of Assets of Community Value, if the owner of that asset decides to sell the property he/she must inform the Council.

From the date the Council in informed of the owner's intention to sell an initial moratorium period of 6 weeks is in place. During this time:

- The Council will inform the original applicant of the intention to sell.
- The Council will publish a notice in the local paper and on its website informing the public of the intention to sell.
- Expressions of interest in bidding for the asset are welcomed from eligible community groups.
- The owner is prohibited from selling the asset.

At the end of the 6 moratorium, if no potential bidder has come forward the asset can be placed on the open market.

If a written expression of interest from an eligible community group is received then a full moratorium period becomes active, 6 months from the date the owner of the asset informed the Council of their intention to sell.

The full moratorium gives the potential bidder time to put an offer together and place a bid. During this time, the asset cannot be sold, unless it is sold to a community group.

When a bid is received by the owner of the asset he/she may choose to accept or decline the offer. The owner of the asset may still choose to sell the asset on the open market following due consideration of the community bid and at the end of the six month moratorium.

This process gives the community the opportunity to bid for an asset; it is not a requirement for the owner to sell to the community.