

NORTH LINCOLNSHIRE COUNCIL

COUNCIL

NORTH LINCOLNSHIRE HOMES - COUNCIL REPRESENTATION

1. OBJECT AND KEY POINTS IN THIS REPORT

- 1.1 To consider a request from North Lincolnshire Homes to reduce the number of council representatives on its Board from 5 members to 2 members.

2. BACKGROUND INFORMATION

- 2.1 On 17 January 2007, the council resolved to transfer its entire housing stock and related assets to North Lincolnshire Homes. The transfer was completed on 26 February 2007 when North Lincolnshire Homes Limited took over responsibility for the housing stock and related assets.
- 2.2 The Articles of Association of North Lincolnshire Homes Limited provided that there should be 15 board members of which 5 should be "tenant" board members, 5 "council" board members, and 5 "independent" board members. Since that time, the council has continued to appoint, on an annual basis, 5 elected members to act as Directors of the Board.
- 2.3 The council has now been approached by North Lincolnshire Homes Limited in relation to a number of issues, one of which is a proposal to reduce the number of board members to 12 of which 5 shall be "tenant" board members, 2 "council" board members and 5 "independent" board members. For this change to be validly made, a special resolution will be required to amend the articles of association of North Lincolnshire Homes Limited and this will require the proposal to be considered at an extraordinary meeting of that company.
- 2.4 The council will, however, need to consider the proposal and either agree or not to the reduction in its board representation.

3. RESOURCE IMPLICATIONS (FINANCIAL, STAFFING, PROPERTY, IT)

- 3.1 There are no resource implications associated with this report.

4. OTHER IMPLICATIONS (STATUTORY, ENVIRONMENTAL, DIVERSITY, SECTION 17 - CRIME AND DISORDER, RISK AND OTHER)

4.1 There are no other implications associated with this report other than if a decision is taken to agree to the proposal the number of council board members will potentially be reduced to 2.

5. OUTCOMES OF CONSULTATION

5.1 North Lincolnshire Homes have written to the council requesting that consideration be given to this proposal.

6. RECOMMENDATIONS

6.1 That consideration be given to the proposal received from North Lincolnshire Homes Limited in relation to the council representation on its board.

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Background Papers used in the preparation of this report: Nil