

<b>ITEM FOR DECISION</b>
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**NOTTINGHAMSHIRE  
POLICE AUTHORITY**

<b>DATE</b>	<b>25<sup>th</sup> August 2010</b>
<b>COMMITTEE/PANEL</b>	<b>Police Authority</b>
<b>REPORT AUTHOR</b>	<b>Deputy Chief Executive &amp; Treasurer</b>

<b>Purchase of Titan House</b>
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<b>PURPOSE</b>
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1. For members to consider the option to purchase Titan House as a regional asset.

<b>RECOMMENDATION</b>
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2. Members are requested to:
  - Approve the purchase of Titan House as detailed paragraph 31 in the attached report. Alternatively, Members may decline this proposal.

<b>REASONS FOR RECOMMENDATION</b>
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3. To ensure that Members consider the options and provide the Joint Committee with the required approval.

<b>SUMMARY OF KEY POINTS</b>
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4. Members are aware that Titan House is a regional asset that is currently leased. An option to purchase this asset has now arisen and Members from each of the Regional Authorities are required to consider this proposal and any alternative options.

Attached at **Appendix A** is the report written for the East Midlands Joint Police Authority Committee (EMJPAC).

The key decision for members is whether the option to buy is strategically correct. If the decision is to proceed with the purchase then members may wish to recommend to EMJPAC a suitable method of financing the purchase. The report details the advantages and disadvantages to the current lease arrangement, an extension to the current lease arrangement and the option to purchase.

The attached report demonstrates the cost of borrowing based on a loan where equal instalments of interest and principal are made over the life of the loan. On a 25 year loan this would result in higher revenue costs over the next 8 years than the current lease cost. However, an interest only loan would result in lower revenue costs than the current lease.

At the time of writing this report Derbyshire Police Authority had agreed to the purchase, but Leicestershire and Northamptonshire Police Authority's have not agreed to the purchase.

#### **FINANCIAL IMPLICATIONS AND BUDGET PROVISION**

5. As detailed within the attached report, but with the possibility of reduced costs with an interest only loan.

#### **POLICY IMPLICATIONS**

6. This complies with the Authority's Financial Regulations.

#### **DETAILS OF CONSULTATION**

7. All regional authorities are being consulted on this matter.

#### **BACKGROUND PAPERS**

8. None

#### **FURTHER INFORMATION**

**PLEASE CONTACT: Charlotte Radford**

**ALSO:**