

Response to a Question Pursuant to Rule 14 of The Rules of Procedure of the States of Deliberation and their Committees

Subject: Development Agency

States' Member: Deputy Y Burford

Date received: 1st March 2022

Date acknowledged: 1st March 2022

Date of reply: 14th March 2022

Questions

- 1. The recently released Annual Monitoring Report of the Island Development Plan states that the Local Planning Brief for the St Peter Port Harbour Action Area cannot be progressed until direction is given in the wider Seafront Enhancement Area masterplan. Proposition 5 of the Establishment of a Development Agency policy letter directs the Development and Planning Authority, inter alia, to complete the Local Planning Brief for St Peter Port Harbour Action Area by the end of this year. By what date will the SEA masterplan will be completed to enable the DPA to fulfil this resolution, if carried?
- 2. The policy letter indicates that as yet unidentified States land (and presumably buildings and structures on such land) on the east coast will be transferred to the control of the Development Agency, but that ownership will not change. Will the Development Agency enter into any lease arrangements on any of this land or buildings with investors or developers or other third parties and, if so, what would be the likely terms in years of such leases?
- 3. Although the policy letter does make mention of the requirement for the proposed Development Agency to consult various States Committees, the Ports, the political oversight group and 'relevant' stakeholders, there is no specific mention of public consultation or engagement. Apart from the standard three-week public consultation period following the submission of planning applications from the proposed Development Agency or its agents, what level and type of public engagement and consultation will the Development Agency engage in prior to proceeding with development opportunities on the East coast in order to ensure that the people of this island are able to have a say in what may well be significant changes?
- 4. At present, the Freedom of Information Code of the States of Guernsey applies to States Committees and services. Would the Policy & Resources Committee support extending the Fol Code to include the proposed Development Agency?

- 5. In the policy letter, paragraph 1.6 states that the Development Agency will report its progress to the States on an annual basis. However, paragraph 9.14 states that the Development Agency will submit annual reports to the Policy & Resources Committee for publication. Will these reports to be laid before the States by the Policy & Resources Committee?
- 6. Paragraph 6.8 states that it will be ensured that the Development Agency is cost neutral to the States by the start of Year 3. What will happen if the Agency fails to meet this objective?
- 7. Paragraph 7.5 states that agreement will need to be reached on the criteria by which the States may be asked to invest in potential future development opportunities. Similarly, paragraph 4.5 states that the States may financially support developers by injecting money into projects. Will these criteria or the proposals to subsidise or otherwise use taxpayers' money to assist private developers be brought before the States?
- 8. Paragraph 7.5 further states that Agreement will need to be reached on the policy of any surplus funds or profits generated by the Development Agency and how any such surpluses should benefit the States and the public purse. Who will be the parties to this agreement?
- 9. Paragraph 5.9.2.6. states that the board of the Development Agency could be given powers to appoint and define remuneration of staff and that civil servants could also be seconded to the body. Who would grant such powers to the Development Agency and, if civil servants are seconded to the Agency, who will pay to backfill their positions in the civil service?
- 10. The land and buildings listed below are all contained within the St Peter Port Harbour Action Area. Is it envisaged that they will be transferred to the control of the proposed Development Agency?

Castle Cornet
The Model Yacht Pond
North Beach
La Valette Bathing Pools

Response

- 1. The recently released Annual Monitoring Report of the Island Development Plan sets out the position in 2019 and 2020, and the Committee's understanding is that since that time thinking has further progressed. The proposed Strategic Direction for the Local Planning Brief is set out in the policy letter. The Local Planning Briefs will provide the enabling policy and the high-level plan, and the long- term development plan provides the delivery mechanism. All three elements will form the 'SEA masterplan'.
- 2. The proposed development agency would manage and own the assets on behalf of the

States. The development agency will be able to enter into leasing arrangements with third parties, but it will not have the power to sell any assets without the agreement of the States. The length and terms of leasing agreements will vary depending on the land or building, the proposed use, and the investment being made, so to give a hypothetical response at this stage does not seem practical or useful.

- 3. The proposed development agency will be responsible for the long-term development plan which will be the delivery mechanism to bring forward development through the statutory planning process via the submission of planning applications. The proposals submitted by the development agency will be required to adhere to the requirements of States strategies and land use policies as any other development proposal would be, and this is set out in the policy letter. The Local Planning Briefs will set the relevant land use policies. The Local Planning Brief process is a statutory process with requirements for engagement set out in law, and it must also be approved by the States. This means that there will be public engagement in setting the policies which will apply to any development coming forward in the harbour action areas and for any other development requiring a Local Planning Brief. Development not requiring a Local Planning Brief must be in accordance with all of the relevant policies in the Island Development Plan which have themselves all been subject to a statutory engagement process.
- 4. As the development agency will be an arm's length body, the Freedom of Information code that applies to the States of Guernsey will not be applicable.
- 5. The Annual Reports will be laid before the States in line with those of other arm's length bodies.
- 6. If the proposed development agency is approved and established, a plan will be put in place in order to seek to achieve this. If it becomes clear that this objective may not be met then the political steering group will consider what steps will need to be taken in those circumstances.
- 7. In the event that the States is minded to invest in any scheme, this will follow the same processes that already exist. Any investment would need a clear return in order to protect the interests of taxpayers.
- 8. The political steering group, the board of the development agency once appointed and the Policy & Resources Committee.
- 9. The development agency will be a stand-alone entity that is limited by guarantee, so it will have powers to appoint staff. In the event of any secondment from the Civil Service, the development agency would need to support the backfill of that officer, as would be the case with any secondment.
- 10. As the policy letter sets out, the first step will be to establish a clear land management transfer policy. That will determine the areas of land in scope. It is therefore premature to answer this question.

Deputy Peter Ferbrache
President
Policy & Resources Committee