Section 106 Agreements

Section 106 Agreements are legal agreements between the Local Planning Authority and the developer which are negotiated in the context of granting a Planning Permission. They provide a means of ensuring that developers provide (or contribute financially towards) affordable housing.

A planning obligation made under s106 of the Town and Country Planning Act 1990, can only be used to:

- (a) Restrict the development or require the use of the land in a specified way;
- (b) Require specified operations or activities to be carried out on the land; or,
- (c) Require a sum or sums to be paid to the authority on a specified date or dates or periodically.

This legal document includes the legal requirements or obligations for the provision of affordable housing.