

# REPORT TO CABINET 19 September 2017

TITLE OF REPORT: Lease Renewal of Land to the rear of Lead Road,

Greenside, Ryton

REPORT OF: Mike Barker, Strategic Director, Corporate Services and

Governance

#### **Purpose of the Report**

1. To seek approval to the lease renewal of land to the rear of Lead Road, Greenside.

## **Background**

- 2. The land at Lead Road, shown edged black on the attached plan, is currently leased to the Trustees of Greenside Football Club for a term of 10 years from 1 September 2007 and expired on 31<sup>st</sup> August 2017, at a rent of £360.00 per annum.
- 3. The Club has requested a new longer term lease which will enable it to secure funding and terms have been provisionally agreed for a 35 year lease.

#### **Proposal**

4. It is proposed that the lease be renewed for a period of 35 years at a rent of £500 per annum, subject to 5 yearly rent reviews to the Trustees of Greenside Football Club.

#### Recommendations

5. It is recommended that Cabinet authorises the grant of a 35 year lease to the Trustees of Greenside Football Club at an initial rent of £500 per annum subject to 5 yearly rent reviews.

For the following reason:

To manage resources and rationalise the Council's assets in line with the Corporate Asset Strategy and Management Plan.

**CONTACT:** Steve Hayles extension: 3466

#### APPENDIX: Lease renewal of land at the rear of Lead Road, Greenside.

#### **Policy Context**

- 1. The proposal supports the overall vision for Gateshead as set out in Vision 2030 and the Council Plan: In particular creating conditions for volunteering and community cohesion, and promoting a healthy and active Gateshead.
- 2 The proposal also accords with the provisions of the Corporate Asset Strategy and Management Plan 2015 2020. In particular, the rationalisation of the estate through disposal of an uneconomic asset.

## Background

- 3. Greenside Football Club is a long established club, with one senior team, who currently lease the land shown edged black on the attached plan for a term of 10 years from 1 September 2007 at a rent of £360.00 per annum.
- 4. Terms have been provisionally agreed to renew the lease for a period of 35 years at a rent of £500 per annum subject to 5 yearly rent reviews with effect from 1 September 2017. The longer term will enable the Club to access funding to sustain and expand.

#### Consultation

5. In preparing this report, consultations have taken place with the Leader, Deputy Leader, and Ward Councillors for Crawcrook and Greenside who have raised no objections to the proposal.

## **Alternative Options**

6. The option of not renewing the lease has been discounted as the liability for grounds maintenance would revert to the Council.

## **Implications of Recommended Option**

## 7. Resources:

- i. Financial Implications The Strategic Director, Corporate Resources confirms that the renewal of the lease will result in continued and additional revenue for the Council.
- **ii. Human Resources Implications –** There are no implications arising from this recommendation.
- **iii. Property Implications –** The renewal of the lease will ensure a continued reduction in the Council's maintenance liability and will produce an income for the Council.
- 8. **Risk Management Implications –** There are no implications arising from this recommendation.

- 9. **Equality and Diversity Implications** There are no implications arising from this recommendation.
- 10. **Crime and Disorder Implications** The renewal of the lease of this land will remove opportunities for crime and disorder.
- 11. **Health Implications** There are no health implications arising from this recommendation.
- 12 **Sustainability Implications** The renewal of the lease will ensure that the land is retained for the development of sport and leisure.
- **13. Human Rights Implications** There are no implications arising from this recommendation.
- **14. Area and Ward Implications –** Crawcrook and Greenside in the West area.