

## Budget Option 2019/20 – 2020/21

### Cumulative Net Savings

<b>Reference:</b>	<b>CORP 1</b>
-------------------	---------------

2018/19 £'000	2019/20 £'000	2020/21 £'000	2021/22 £'000
<b>0</b>	<b>494</b>	<b>494</b>	<b>494</b>

<b>Director Responsible for Delivery</b>	Strategic Director Finance and Customer Services
--	--

<b>Cabinet Portfolio Holder</b>	Cllr Denise Lelliott
---------------------------------	----------------------

<b>Finance Business Partner</b>	Julie Copley
---------------------------------	--------------

<b>Proposal Description</b>	Riverside House Lease Re-gearing
-----------------------------	----------------------------------

<b>Details of Proposal (including implications on service delivery)</b>	<p>Report to Cabinet on 9<sup>th</sup> July. Cabinet agreed this option. Revised lease signed 13<sup>th</sup> September 2018.</p> <p>The Council approached the Landlord of Riverside House to discuss potential options. The discussions centred on issues such as permission to sub-let part of the building, potential to purchase the building and revised lease arrangements which would deliver annual revenue savings, along with an option to own the building at the end of the lease.</p> <p>Council officers worked with the Landlord to develop an option to restructure the existing lease agreement, which contains the following principles :</p> <ul style="list-style-type: none"> <li>• A restructured lease for 35 years (a further 7 years)</li> <li>• At the end of the 35 years the Council will own property</li> <li>• The restructured lease will allow the Council more freedoms and flexibilities such as allowing sub-lease arrangements which would offer future income generation opportunities</li> <li>• The revised lease delivers annual revenue savings</li> </ul>
<b>Implications on other Services (identify)</b>	None

<b>which services and possible impact)</b>	
<b>Support required from Corporate Services – Finance, HR, Legal, ICT (please specify)</b>	Legal services and finance in reviewing the revised lease proposals
<b>Reduction in Staffing Posts (FTEs)</b>	None
<b>Reduction in Head Count</b>	None

<b>Decision Maker : Either Cabinet or Officer/Management Action</b>	Cabinet – Agreed 9 <sup>th</sup> July 2018
---	--