



Report 10.147
Date 23 March 2010
File M/30/06/06

Committee Council
Author Mike Timmer, Treasurer

Lease of the Regional Council Centre

1. Purpose

To obtain approval from the Council to enter into a new lease with Pringle House Limited (PHL) for the Regional Council Centre in Wellington.

2. Significance of the decision

The matters for decision in this report do not trigger the significance policy of the Council or otherwise trigger section 76(3)(b) of the Local Government Act 2002.

3. Background

Greater Wellington's current lease of the Regional Council Centre expires on 30 June 2010.

The Regional Council Centre is owned by PHL, a Council Controlled Organisation owned by Greater Wellington.

PHL has written to Greater Wellington offering a new lease for the Regional Council Centre (refer **Attachment 1**).

The original lease was put in place in October 1996 and the new lease would be substantially in the same form as the existing lease.

The new lease is for an initial term of 9 years, with rent reviews each 3 years and two further rights of renewal of 3 years, enabling a term of 15 years expiring in June 2025.

The rental for the next 3 years will be set by independent valuation as at 30 June 2010.

4. Recommendations

That the Council:

1. ***Receives** the report.*
2. ***Notes** the content of the report.*
3. ***Approves** the Council entering into a lease as per the offer letter (**Attachment 1**) to the Chief Executive from the Chair of Pringle House Limited.*

Report prepared by:

Report approved by:

Mike Timmer
Treasurer

Barry Turfrey
Chief Financial Officer

Attachment 1: Offer letter