Finance and Resources Committee

10.00am, Tuesday, 23 January 2018

Summary Report on Property Transactions concluded under Delegated Authority

Item number 8.1

Report number

Executive/routine Routine Wards City-wide

Council Commitments C2

Executive Summary

To advise the Committee of all lease agreements, etc. concluded in accordance with the Council's 'Scheme of Delegation to Officers'.

This delegated authority currently extends to the conclusion of all new leases of up to five years in length where the rental is no greater than £50,000 per annum and rent reviews where the rental is no greater than £50,000 per annum. The authority also includes the sale of property which has been declared surplus to the requirements of the Council and sold on the open market to the highest bidder. Any transactions outwith these parameters are reported separately to Committee.



Report

Summary Report on Property Transactions concluded under Delegated Authority

1. Recommendations

1.1 That Committee:

1.1.1 Notes the 36 transactions detailed in the attached Appendix have been concluded in accordance with the Council's 'Scheme of Delegation to Officers.

2. Background

2.1 Under the Council's Scheme of Delegation to Officers it is the responsibility of the Chief Executive or relevant Executive Director to keep the elected members appropriately informed about activity arising within the scope of the delegated authority under the Scheme. Reporting on a quarterly basis is considered the appropriate manner and frequency of keeping members advised.

3. Main report

- 3.1 Appendix 1 provides details of 36 transactions completed under delegated authority since the last quarterly report.
- 3.2 These transactions include 18 new leases, 12 rent reviews, 2 events & licences leases, 4 lease renewal/extensions, totalling additional rental income of £262,232 pa plus one off income of £2,501.

4. Measures of success

4.1 N/A.

5. Financial impact

5.1 Additional rental income of £283,785 pa plus one off income of £2,501.

6. Risk, policy, compliance and governance impact

6.1 There are no risk, policy, compliance or governance impacts as a result of this report.

7. Equalities impact

7.1 Equalities and Rights Impact Assessments have been carried out on all of the enclosed transactions where appropriate.

8. Sustainability impact

8.1 There are no sustainability impacts as a result of this report.

9. Consultation and engagement

9.1 N/A.

10. Background reading/external references

10.1 N/A.

Stephen S. Moir

Executive Director of Resources

Contact: Graeme McGartland, Investments Senior Manager

E-mail: graeme.mcgartland@edinburgh.gov.uk | Tel: 0131 529 5956

11. Appendices

Appendix 1 – List of Transactions

APPENDIX 1

NEW LEASES

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
1. 21091 SI	4 - Forth	Resources (General Fund)	Unit 3 West Shore Business Centre	RKP – Wolfpack Martial Arts Limited	Warehouse / Training Space	Old Rent: £ 0.00 per annum New Rent: £ 16,500 per annum Lease Period: 8 September 2017 to 7 September 2021 Payable: Monthly in advance

☑ ERIA received?

REMARKS: Open market letting with retained flexibility for future developments via a break option

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
2. EHBP/TE M P14 SI	Ward 7 – Sighthill / Gorgie	Resources (General Fund)	Unit 14 East Hermiston Business Park 1,067 sq ft	RL Access	Warehouse	Old Rent: £ 0.00 per annum New Rent: £ 9,700 per annum Lease Period: 8 September 2017 to 7 September 2022 Payable: Monthly in advance

☑ ERIA received?

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
3. EHBP/TE M P3 SI	Ward 7 – Sighthill / Gorgie	Resources (General Fund)	Unit 3 East Hermiston Business Park 1,067 sq ft	Corstorphine Bed Centre Limited	Warehouse	Old Rent: £ 0.00 per annum New Rent: £ 9,700 per annum Lease Period: 8 September 2017 to 7 September 2022 Payable: Monthly in advance

REMARKS: Open market letting of a new build industrial unit at the asking market rent

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
4.	Ward 7 –	Resources	Unit 5 East Hermiston	Hart Builders	Warehouse	Old Rent: £ 0.00 per annum
EHBP/TE	Sighthill / Gorgie	(General Fund)	Business Park	(Edinburgh)		New Rent: £ 9,700 per annum
M			1,067 sq ft	Limited		Lease Period: 30 October 2017 to
P5						29 October 2022
SI						Payable: Monthly in advance

☑ ERIA received?

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
5. EHBP/TE M P7 SI	Ward 7 – Sighthill / Gorgie	Resources (General Fund)	Unit 7 East Hermiston Business Park 1,067 sq ft	Rosevear Tea Group Limited	Warehouse	Old Rent: £ 0.00 per annum New Rent: £ 9,700 per annum Lease Period: 30 October 2017 to 29 October 2022 Payable: Monthly in advance

REMARKS: Open market letting of a new build industrial unit at the asking market rent

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
6.	Ward 7 –	Resources	Unit 9 East Hermiston	Insite	Warehouse	Old Rent: £ 0.00 per annum
EHBP/TE	Sighthill / Gorgie	(General Fund)	Business Park	Contracts		New Rent: £ 9,700 per annum
M			1,067 sq ft	Limited		Lease Period: 30 October 2017 to
P9						29 October 2022
SI						Payable: Monthly in advance

▼ ERIA received?

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
7. EHBP/TE M P2 SI	Ward 7 – Sighthill / Gorgie	Resources (General Fund)	Unit 2 East Hermiston Business Park 1,067 sq ft	Dobie & Son Limited	Warehouse	Old Rent: £ 0.00 per annum New Rent: £ 9,700 per annum Lease Period: 10 November 2017 to 9 November 2022 Payable: Monthly in advance

REMARKS: Open market letting of a new build industrial unit at the asking market rent

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
8. EHBP/TE M P8 SI	Ward 7 – Sighthill / Gorgie	Resources (General Fund)	Unit 8 East Hermiston Business Park 1,067 sq ft	GM External Solutions LTD	Warehouse	Old Rent: £ 0.00 per annum New Rent: £ 9,700 per annum Lease Period: 29 November 2017 to 9 November 2022 Payable: Monthly in advance

☑ ERIA received?

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
-	Ward 7 – Sighthill / Gorgie	Resources (General Fund)	Unit 6 East Hermiston Business Park 1,067 sq ft	Mail Master (Scotland) LTD	Warehouse	Old Rent: £ 0.00 per annum New Rent: £ 9,700 per annum Lease Period: 1 December 2017 to 30 November 2022 Payable: Monthly in advance

REMARKS: Open market letting of a new build industrial unit at the asking market rent

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
10. EHBP/TE M P15/16 SI	Ward 7 – Sighthill / Gorgie	Resources (General Fund)	Units 15 & 16 East Hermiston Business Park 2,134 sq ft	Shapes Furniture Limited	Warehouse	Old Rent: £ 0.00 per annum New Rent: £ 19,400 per annum Lease Period: 1 December 2017 to 30 November 2022 Payable: Monthly in advance

☑ ERIA received?

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
	Ward 7 – Sighthill / Gorgie	Resources (General Fund)	Unit 11 East Hermiston Business Park 1,067 sq ft	E W Link Co Ltd	Warehouse	Old Rent: £ 0.00 per annum New Rent: £ 9,700 per annum Lease Period: 19 December 2017 to 18 December 2022 Payable: Monthly in advance

REMARKS: Open market letting of a new build industrial unit at the asking market rent

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ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
12. EHBP/TE M P12 SI	Ward 7 – Sighthill / Gorgie	Resources (General Fund)	Unit 12 East Hermiston Business Park, 1,067 sq ft	BD Warehouse UK Ltd	Warehouse	Old Rent: £ 0.00 per annum New Rent: £ 9,700 per annum Lease Period: 19 December 2017 to 18 December 2022 Payable: Monthly in advance

▼ ERIA received?

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
13. 17314/6 SI	7 – Sighthill / Gorgie	Resources (General Fund)	Unit 6 Broomhouse Workspace, New Lairdship Yards	Infinity Internet Limited	Warehouse	Old Rent: £ 0.00 per annum New Rent: £14,000 per annum Lease Period: 1 December 2017 to 30 November 2022 Payable: Monthly in advance

REMARKS: Open market letting of this industrial unit

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
14. 7414 SI	11 – City Centre	Resources (General Fund)	10 Lauriston Street	David Gourlay	Barbers	Old Rent: £0.00 per annum New Rent: £6,000 per annum Lease Period: 14 September 2017 to 13 September 2022 Payable: Monthly in advance

☑ ERIA received?

REMARKS: Open market letting

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
15. 723/12 AM	13 - Leith	Resources (General Fund)	18a Tennant Street 1,892 sq ft	Ekotex Yoga Ltd	Storage warehouse	Old Rent: £ 11,350 per annum New Rent: £ 15,155 per annum Lease Period: 25 September 2017 to 24 September 2022 Payable: Monthly in advance

REMARKS: New 5-year lease granted with 2 month rent free period. Rate per sq ft above tone rate for the estate.

Vacant since January 2017 and previous rent set November 2015.

REF NO.	RD	DEPI/AGGOUNI	(including area in sq ft)	TENANT	USE	TERMS
16. 13 - L 16496/11 MK		(General Fund)	Church Hall, 108a Duke St, Edinburgh, EH6 8HL	City of Edinburgh Council	used by Leith	Old Rent: £10,894.50 per annum New Rent: £11,241.75 per annum Payable: Monthly Lease Period: 16 August 2017 to 29 June 2018

ERIA received?

REMARKS: Continued use of Church Hall by Leith Primary School

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
17. 17768/12 AM	17 – Portobello / Craigmillar	Resources (General Fund)	Unit 12/13 Peffer Business Centre 2,200 sq ft	Richies Scaffolding Services Ltd	Storage Warehouse	Old Rent: £ 0.00 per annum (Vacant) New Rent: £15,000 per annum Lease Period: 01 November 2017 to 5 March 2021
						Payable: Monthly in advance

ERIA received?

REMARKS: New 3.5 year lease granted with 3 month rent free period. Rate per sq ft in line with tone rate for the estate. Vacant since Sept 2012 but concessionary let terminated.

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
18. 16336/2 SI	17 – Portobello / Craigmillar	Place Housing and Regeneration	115 Portobello High Street	Kirsty Smith	Beauty Salon	Old Rent: £ 7,100 per annum New Rent: £ 7,500 per annum Lease Period: 1 October 2010 to 30 September 2022 Payable: Monthly in advance

☑ ERIA received?

REMARKS: Lease renunciation and new lease due to the Tenant selling their business

EVENTS & LICENCES FOR WORKS

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS	TENANT	USE	TERMS		
19. 18/W174/33 MK	5 – Inverleith	Parks and Greenspace	3,000 sq ft	Warriston crescent Residents' Association	Ground/Green Space	Rent: £1 New Rent: £1 Payable: £1 Lease Period: 5 years from 1 Sept 2017 New Rent		
▼ ERIA rece	✓ ERIA received? REMARKS:							

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
20 Meadowbank /MK	Ward 14 Craigentinny / Duddingston	Communities & Families	Area of scrub land located adjacent to Meadowbank Stadium	Network Rail	Temporary construction compound	Period: 20 September to 24 October 2017 Rent: £2,500 Admin fee: £250

☑ ERIA received?

REMARKS: To facilitate works to the adjacent railway infrastructure

LEASE RENEWALS/EXTENSIONS

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
21. 21111 IL	4 – Forth	Resources (General Fund)	Unit 7, West Shore Trading Estate, Edinburgh, EH5 1QF	Edinburgh International Science Festival	Industrial (Class 4,5)	Old Rent: £15,750 per annum New Rent: £17,200 per annum From: 26 November 2017 to 25 November 2020 Payable: Monthly in Advance
E EDIA ::aa	-1 10					

▼ ERIA received?

REMARKS: GIA = 424.55 sq m (4,570 sq ft)

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
22. 17314/1 IL	7 – Sighthill / Gorgie	Resources (General Fund)	Unit 1 Broomhouse Workspace, New Lairdships Yard, Edinburgh, EH11 3HY	Raymond Hamil	Industrial (Class 4,5)	Old Rent: £6,600 per annum New Rent: £7,250 per annum From: 1 September 2017 to 31 August 2022 Payable: Monthly in Advance

☑ ERIA received?

REMARKS: GIA = 77.01 sq m (829 sq ft)

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
23 15800/3 IL	11 – City Centre	Resources (General Fund)	53 Blackfriars Street, Edinburgh, EH1 1NB	Director of Health & Social Care	Office (Class 2)	Old Rent: £7,500 per annum New Rent: £7,800 per annum From: 3 September 2017 to 2 September 2018 Payable: Monthly in Advance

REMARKS: NIA = 55.36 sq m (596 sq ft)

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
24 17768/2 AM	17 – Portobello / Craigmillar	Resources (General Fund)	Unit 2 Peffer Business Centre 1,260 sq ft	Mr Ross Richardson	Storage Warehouse	Old Rent: £ 8,500 New Rent: £8,500 per annum Lease Period: 28 November 2016 to 01 March 2017 Payable: Monthly in advance

▼ ERIA received?

REMARKS: Lease extension. Rate per sq ft in line with tone rate for the estate.

RENT REVIEWS

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
25 32188 AM	1 - Almond	Resources (General Fund)	Suite 1, Phase 3 Ratho Park	RPS Environmental Management	Office	Old Rent: £ 31,000 per annum New Rent: £41,850 per annum Lease Period: 26 March 2012 to 25
			5,000 sq ft	Ltd		March 2020 Payable: Monthly in advance

☑ ERIA received?

REMARKS: Rent review (backdated to 26/03/17).

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
26 8369/9 MK	3 – Drum Brae/Gyle	Communities for Families	Sports Pavillion, Clermiston Park	Hutchison Vale FC	Sports Club	Old Rent: £100 per annum New Rent: £500 per annum
			1,724 sq ft			

☑ ERIA received?

REMARKS: Rent increase effective 11/05/18

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS		
27. 11137/2/D 2 MK	5 – Inverleith	Services for Communities	Bowling Green, 3 Arboretum Place 1,724 sq ft	Tanfield Bowling Club	Bowling Club	Old Rent: £200 per annum New Rent: £750 per annum		
✓ ERIA rec	✓ ERIA received?							

ERIA received?	REMARKS: Rent increase effective 01/04/17

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
28. 8369/31 MK	8 – Colinton	Communities and Families	Bowling Green, Oxangs Road North	Colinton Mains Bowling Club	Bowling Club	Old Rent: £250 per annum New Rent: £750 per annum

REMARKS: Rent increase effective 01/10/18

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
29. 12558/6 IL	10 – Meadows / Morningside	Resources (General Fund)	137 Lauriston Street, Edinburgh, EH3 9JN	Electron Wheels Limited	Retail (Class 1 Use)	Old Rent: £4,000 per annum New Rent: £8,000 per annum From: 15 December 2016 to 14 December 2017.
					Bike Shop	Payable: Monthly in Advance.

REMARKS: ITZA = 65.95 sq m (710 sq ft)

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
30	11 – City	Resources	54 George Street,	Jamie's Italian	Restaurant	Old Rent: £253,000 per annum
18812/TEM	Centre	(General Fund)	Edinburgh, EH2 2LR	Limited		New Rent: £297,000 per annum
P					(Class 3 Use)	From: 30 March 2017 to 29 March
IL						June 2022.
						Payable: Quarterly in Advance.

▼ ERIA received?

REMARKS: GIA = 642.91 sq m (6,920 sq ft)

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
31 HIGH-U07 IL	11 – City Centre	Resources (General Fund)	60 High Street, Edinburgh, EH1 1TB	Radical Travel Group Limited	Retail (Class 1 Use)	Old Rent: £23,870 per annum New Rent: £37,100 per annum From: 17 August 2017 to 16 August 2022. Payable: Quarterly in Advance.
✓ ERIA received? REMARKS: NIA = 77.92 sq m (839 sq ft)						

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
32. 17426/1 IL	13 – Leith	Resources (General Fund)	106 Jane Street, Unit 1 Bonnington Business Centre, Edinburgh, EH6 5HG	LSB Edinburgh Ltd	Industrial (Class 4 Use)	Old Rent: £18,750 per annum New Rent: £24,000 per annum From: 7 September 2017 to 6 September 2022.
					Highland Wear Distributor	Payable: Monthly in Advance.

REMARKS: GIA = 348.37 sq m (3,750 sq ft)

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
33.	17 –	Resources	56 Niddrie Mains	Deborah & lan	Retail	Old Rent: £6,000 per annum
NID01/U014	Portobello /	(General Fund)	Road, Edinburgh,	Thomson		New Rent: £6,400 per annum
IL	Craigmillar		EH16 4BG		(Class 3 Use)	From: 1 September 2017 to 31 August 2022.
					Cafe	Payable: Quarterly in Advance.

REMARKS: ITZA = 38.85 sq m (418 sq ft)

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
34. 17768/6 IL	17 – Portobello / Craigmillar	Resources (General Fund)	Unit 6 Peffer Business Centre, Peffer Place North,	Thomas Halligan	Industrial (Class 4 Use)	Old Rent: £5,400 per annum New Rent: £5,500 per annum From: 1 November 2017 to 31
			Edinburgh, EH16 4UZ		Workwear / Tools to Trade	October 2022. Payable: Monthly in Advance.

▼ ERIA received?

REMARKS: GIA = 71.99 sq m (775 sq ft)

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
35	17 –	Resources	Unit 10 Peffer	Peter	Industrial	Old Rent: £5,200 per annum
17768/10	Portobello /	(General Fund)	Business Centre,	Donaldson		New Rent: £5,500 per annum
IL	Craigmillar		Peffer Place North,		(Class 4 Use)	From: 1 November 2017 – 31
			Edinburgh, EH16			October 2022.
			4UZ		Joiner	Payable: Monthly in Advance.
✓ ERIA received? REMARKS: GIA = 71.53 sq m (770 sq ft)						

ITEM & REF NO.	WARD	OWNING DEPT/ACCOUNT	SUBJECTS (including area in sq ft)	TENANT	USE	TERMS
36 17768/17	17 – Portobello /	Resources (General Fund)	Unit 17 Peffer Business Centre,	Barry McKinnon	Industrial	Old Rent: £5,400 per annum New Rent: £5,500 per annum
IL	Craigmillar	(00000000000000000000000000000000000000	Peffer Place North, Edinburgh, EH16		(Class 4 Use)	From: 1 November 2017 to 31 October 2022.
			4UZ		Blacksmith	Payable: Monthly in Advance.
E EDIA received?						

REMARKS: GIA = 71.99 sq m (775 sq ft)

WAYLEAVE

DISPOSALS