

Naracoorte Lucindale Council Better by Nature

Lease Agreement

2017-2038

Naracoorte and District Table Tennis Association Incorporated

The Best place in regional South Australia to live, work, do business, raise a family and retire.

Created by having a Prosperous Community with Healthy Landscapes, Liveable Neighbourhoods and a focus on Harmony and Culture.

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LEASE AGREEMENT

BETWEEN: Naracoorte Lucindale Council ("the Council")

DeGaris Place, Naracoorte SA 5271

ABN: 53 761 172 798

AND: Naracoorte and District Table Tennis ("the Lessee")

Association Incorporated

12 Price Avenue, Naracoorte SA 5271

ABN:

BACKGROUND:

A. The Land described in Item 2 of the Schedule is owned by the Council.

- B. The Land described in **Item 2** of the Schedule is Community Land as defined in Section 193 of the Local Government Act, 1999.
- C. This Lease is issued pursuant to Section 201 of the Local Government Act 1999 and Council's policy and procedures in relation to leasing and licencing of Council assets.
- D. This Lease is issued with reference to Council's Land Management Plan, if any, for the land currently occupied by the Naracoorte and District Table Tennis Association Incorporated.

TERMS AND CONDITIONS OF LEASE:

1 INTERPRETING THIS LEASE

- 1.1 The statements in the Background above form part of this Lease.
- 1.2 The expressions below have the following meanings:
 - "the Schedule" means the Schedule at the back of this Lease
 "the Land" means the piece of land being Leased (as described in Item 2 of the Schedule)
 - "the Council" includes the Council's employees, servants, agents and contractors
 - "the Lessee" and the "Lessee's visitors" includes the Lessee's employees, servants, agents, contractors, and anybody else that the Lessee allows onto the Land
- 1.3 A reference to a party includes that party's successors and transferees.
- 1.4 Words in the singular include words in the plural and vice versa.
- 1.5 If two or more persons are referred to in the Schedule as "the Lessee" then this Lease binds them jointly and severally.
- 1.6 The words "person" or "group" includes a body corporate.
- 1.7 A reference to any Act or law includes any Act or law that amends or replaces it.
- 1.8 A reference to any Policy, Procedure or Management Plan includes any Policy, Procedure or Management Plan that amends or replaces it.

- 1.9 A reference to "the Lease period" in this Lease includes any extension to it.
- 1.10 Clause headings are for reference only and should not be taken into account in interpreting this Lease.
- 1.11 This Lease shall be subject in all things to the consent of the Development Assessment Commission or its successors if such consent is required.
- 1.12 The provisions of the Retail and Commercial Leases Act 1995 will apply if this Lease meets the definition of "retail shop licence" set out in the Retail and Commercial Leases Act 1995.
- 1.13 All consents detailed in this Lease required by the Lessee cannot be unreasonably withheld by the Council.

2 GRANT OF LEASE

The Council grants to the Lessee a Lease of the Land: -

- for the lease period stated in Item 3 of the Schedule; and
- starting on the date stated in Item 4 of the Schedule; and
- on condition that the Lessee meets all of its obligations under this Lease.

3 THE LESSEE'S OBLIGATIONS

The Lessee agrees with the Council as follows:

3.1 Lease Fee

- 3.1.1 The Lessee must pay to the Council the annual lease fee set out in **Item 5** of the Schedule at the time specified in **Item 6** of the Schedule.
- 3.1.2 The lease fee will be reviewed by 30 June annually.
- 3.1.3 The lease fee will increase by the Consumer Price Index (CPI) published by the Australian Government for Adelaide (All Groups) for the previous twelve months as at the December quarter.
- 3.1.4 Where agreed major development occurs in line with Management Plans the lease fee may be revised outside the terms in 3.1.3.

3.2 Rates, Taxes, Charges and Costs

- 3.2.1 The Council is responsible for all rates, taxes and charges relating to the Land that are levied to or by the Council.
- 3.2.2 The Lessee is responsible for the payment of all electricity, gas, telephone, refuse collection & disposal, excess water and other utility costs.
- 3.2.3 The Lessee must comply with its obligations under this Lease at its own cost.

3.3 Sub-Leasing

3.3.1 The Lessee must not assign, transfer or sub-lease the Land or any part of it unless it first gets the consent of the Council in writing.

3.3.2 Where the Council gives consent to a sub-lease, the Lessee must ensure that any sub-lease has the same terms and conditions as are detailed in this Lease.

3.4 Use of the Land

- 3.4.1 The Lessee must not use nor allow any other person to use the Land for:
 - security for a loan
 - any purpose or activity except for that stated in **Item 7** of the Schedule unless it first gets the consent of the Council in writing
 - carrying on a business
 - anything that is illegal or immoral

3.5 Hiring of the Land

- 3.5.1 The Lessee may hire the Land to other persons or bodies on a casual or seasonal basis.
- 3.5.2 The Council reserves the right to fix conditions and fees for the hiring of the Land by the Lessee and the Lessee must comply with any conditions or fees set by the Council.
- 3.5.3 The Lessee must ensure that any hire agreement it enters into does not breach Clause 3.3 or Clause 3.4.

3.6 To Comply with Laws

- 3.6.1 The Lessee must comply with the provisions of all Acts, regulations, and by-laws that affect the Land or the Lessee's use of the Land.
- 3.6.2 The Lessee must comply with any requirement imposed by any local government or semi-government authority in relation to the Land or to the Lessee's use of the Land.
- 3.6.3 Without limiting the generality of this clause, the Lessee must specifically comply with all requirements under laws dealing with work health and safety, public health, public safety, fire safety and safety generally.

3.7 Liquor and Gaming Licences

- 3.7.1 Unless the Lessee first gets the consent of the Council in writing, the Lessee must not:
 - apply for a liquor licence under the Liquor Licensing Act 1997
 - apply for a gaming machine licence under the Gaming Machines Act 1992
- 3.7.2 If the Lessee obtains a licence under Clause 3.7.1, the Lessee must ensure that it and any of its visitors do not do:
 - anything that is in breach of the relevant Act or of the conditions of any licence
 - anything that may result in the licence being revoked or suspended

3.8 Maintenance and Repair

- 3.8.1 The Lessee must maintain the Land and all improvements thereon in good condition and free from hazards and must: -
 - keep the Land and all improvements clean, tidy and free from dirt, rubbish and vermin
 - keep the Land and all improvements in good repair (fair wear and tear and damage by fire, storm, tempest, act of god, war, riot, civil commotion and earthquake excepted)
 - keep all toilet fittings, sinks, drains, pipes and other plumbing in good repair and free from blockages and ensure that no part of the Land becomes contaminated
 - maintain any vegetation, lawns, garden and trees, including, but not limited to pruning, lopping and removal
 - maintain all improvements in good repair
 - keep all of the Lessee's property in good condition so as to prevent any hazard to any person or any deterioration in the condition of the Land
 - repair any damage to the Land caused by the Lessee or its visitors
 - notify the Council as soon as it becomes aware of any defects in the Land or anything which could present a hazard or cause harm to any person or the Land
- 3.8.2 The Lessee does not have to undertake structural works on the Land except for:
 - works on buildings, structures, fencing, fixtures, fittings and other improvements owned by the Lessee
 - works needed as a result of a negligent or wrongful act or omission by the Lessee or its visitors
 - works needed as a result of a breach of this Lease by the Lessee
- 3.8.3 The obligations imposed upon the Lease in this Clause are to be carried out at the Lessee's expense except if the cost of doing it is covered by insurance which either the Council or the Lessee has taken out under this Lease.

3.9 Entry by the Council

- 3.9.1 The Lessee, must allow the Council to enter the Land for the purpose of inspecting its condition and state of repair.
- Except in an emergency, the Council must give the Lessee, reasonable notice before exercising its right under this Clause.

3.10 Work Required by the Council

3.10.1 If the Council finds on inspection that any part of the Land for which the Lessee, is responsible needs maintenance or repair then the Council may notify the Lessee in writing of the work to be done and the time within which such work must be done.

- 3.10.2 The Lessee, must comply with the notice to the satisfaction of the Council within the time stated in the notice (which must not be less than fourteen (14) days except in the case of an emergency).
- 3.10.3 If the Lessee, fails to carry out the work required by the notice within the time specified or fails to do the work to the satisfaction of the Council then the Council may undertake the repairs. The cost of such repairs and any other reasonable expenses incurred by the Council will be recoverable from the Lessee.

3.11 Erection/Alteration of Infrastructure

- 3.11.1 Unless the Lessee first gets the consent of the Council in writing it must not in or on the Land: -
 - erect, alter or demolish a building, structure or signage
 - fix anything to the outside of a building or structure
 - alter any existing water, drainage or sewerage supplies or facilities
 - make any other change of a semi-permanent or permanent nature
- 3.11.2 If the Council consents to any of the works under this Clause, then the works must be done strictly in accordance with any plans and specifications approved by the Council and will be done at the cost of the Lessee.
- 3.11.3 Granting of Council consent under Clause 3.11.1 does not imply the granting of any planning, building, development or environmental approval required under any Act, including such approvals as must be sought from Council (e.g. building approval).
- 3.11.4 The following minor works are excluded from the requirements of Clause 3.11.1: -
 - Minor plumbing and drainage works
 - Minor alterations to existing structures which do not require planning or building approval
 - Installation of rainwater tanks, solar panels and antennas which do not require planning or building approval

3.12 Ownership of Improvements

- 3.12.1 It is acknowledged that all buildings, structures, , fencing, fixtures, fittings and other improvements located on the land are the property of and belong to the Lessee.
- 3.12.2 It is acknowledged that the Council has no responsibility for maintenance (structural or otherwise), renewal or capital replacement of any buildings, structures, fencing, fixtures, fittings and other improvements.

3.13 Lessee's Property

3.13.1 The Council may (despite anything else to the contrary in this Lease) serve the Lessee with a notice in writing (either during the term of the Lease or at the end

- of the lease) requiring the Lessee to remove any of the Lessee's buildings, structures, fencing, fixtures, fittings and other improvements from the Land.
- 3.13.2 The Lessee must comply with the notice within twenty-eight (28) days of receiving it and must at its own cost repair any damage caused to the Land.
- 3.13.3 If the Lessee fails to comply with the notice, the Council may do any of the actions required by the notice and the Lessee must pay to the Council any costs incurred by the Council in doing so.

3.14 Offensive Activities

- 3.14.1 The Lessee must not do, nor allow its visitors to do, within the Land or on any adjoining property: -
 - anything that is noisy, offensive or dangerous
 - anything that may cause annoyance, nuisance, or damage to any occupier or owner of nearby Land
 - anything that may become an offence against any Act, regulation or bylaw
 - anything that may cause any insurance policy to become void or to be subject to an increased premium

3.15 Notification of Accidents and Hazards

- 3.15.1 The Lessee must promptly notify the Council in writing of:
 - any accident that occurs in, on or associated with the Land
 - anything that could present a hazard or that could harm any person or the Land

3.16 Constitution Rules and Reports

- 3.16.1 The Lessee must make available at the request of the Council:
 - a copy of its constitution
 - a copy of any rules or by-laws of the Lessee
 - a copy of any amendments to the constitution, rules or by-laws of the Lessee within twenty-eight (28) days of them being made
 - a copy of the annual report of the Lessee including the balance sheets and auditor's report
 - the minutes of any meeting of the Lessee or any committee of the Lessee

4 INDEMNITIES AND INSURANCES

4.1 Indemnity

The Lessee indemnifies the Council and its servants and agents against any actions, demands, losses, damages, costs and expenses for which the Council and its servants and agents may become liable arising wholly or partly from any of the following:

- the misuse, negligent use, waste or abuse by the Lessee or its visitors of any services at the Land including, but not limited to, water, gas, electricity or oil
- the overflow, leakage or escape of water (including rain water), fire, gas or electricity or other harmful agent in or from the Land caused or contributed to by any act or omission of the Lessee or its visitors
- loss, damage or injury to property or persons caused or contributed to by the Lessee or its visitors' use or occupation of the Land
- loss, damage or injury to property or persons in or on the Land caused or contributed to by the neglect or default of the Lessee or its visitors
- loss, damage or injury to property or persons in or on the Land caused or contributed to by Lessee's neglect or failure to observe or perform any of its obligations pursuant to this Lease

4.2 Limits on Liability

- 4.2.1 The Lessee will occupy and use the Land at the risk of the Lessee.
- 4.2.2 The Lessee releases the Council and its servants and agents from any costs or loss arising from any accident, damage or injury occurring on the Land except where such accident, damage or injury results from any wilful or negligent act or omission of the Council.
- 4.2.3 The Council and its servants and agents is not responsible for any loss of or damage to any buildings, structures, fixtures, fittings and other improvements or personal property of the Lessee.
- 4.2.4 The Council and its servants and agents is not responsible for any costs or loss suffered by the Lessee arising from any malfunction of or interruption to: -
 - water, gas or electricity services
 - air conditioning equipment
 - fire equipment
 - any other plant, machinery or services
 - the blockage of any gutters, pipes or drains

4.3 Public Risk Insurance

- 4.3.1 The Lessee must take out and maintain during the lease period a public risk insurance policy for at least the amount stated in **Item 8** of the Schedule. The policy will be in respect of injury, loss or damage occurring in or on the Land and will note the Council's rights and interests as proprietor of the Land.
- 4.3.2 The Lessee must produce a copy of the policy and a certificate of currency at the request of Council.
- 4.3.3 The Lessee must notify the Council in writing, giving full details, whenever the Lessee becomes aware of a possible claim.

4.4 **General Insurance**

4.4.1 The Lessee at its own expense shall insure and keep insured all buildings, structures, fixtures, fittings and other improvements.

4.4.2 The Lessee acknowledges that no liability or responsibility rests with the Council and its servants and agents for the insurance or under insurance of the Lessee's property.

4.5 Termination or Reduction of Fees on Damage

If the whole or any part of the Land is destroyed or damaged for any reason such as to make it substantially unfit for the Lessee's use and occupation, then this Clause will apply.

- 4.5.1 The Council may (in its absolute discretion) decide not to reinstate the Land. If the Council so decides then it may end this Lease by written notice to the Lessee.
- 4.5.2 If the Council elects not to end this Lease under Clause 4.5.1, then it must ensure that the Land is made fit for use by the Lessee within a reasonable time frame.
- 4.5.3 Until the Council either ends the Lease or makes the Land fit for use, the lease fee and any other payments due under this Lease will be reduced. The amount of any reduction will be determined by the Council and will depend upon the nature and extent of the damage sustained and will continue until the Land is made fit for the Lessee's occupation and use.
- 4.5.4 If, after six (6) months the Land has not been substantially reinstated by the Council, this Lease may be terminated by either party by giving notice to the other in writing.
- 4.5.5 Any such termination will not reduce the rights of either party in respect of any previous breaches of this Lease.

5 THE COUNCIL'S OBLIGATIONS

5.1 Quiet Possession

The Council agrees that if the Lessee pays the lease fee in accordance with this Lease and complies with its obligations under this Lease, then the Lessee may quietly enjoy the Land for the purposes set out in **Item 7** of the Schedule.

6 EXPIRY OR EARLY TERMINATION OF LEASE

6.1 Termination

- 6.1.1 This clause applies if the Lessee: -
 - fails to pay the lease fee or any other money which is due to the Council for a period of twenty-eight (28) days from the due date for payment
 - fails to meet any other of its obligations under this Lease
 - becomes bankrupt, is wound up or in the case of an incorporated body ceases to be incorporated under the Associations Incorporation Act 1985
 - fails to use the Land as its permitted use as stated in **Item 7** of the Schedule
- 6.1.2 The Council may serve on the Lessee a notice in writing stating:
 - the nature of the breach
 - what the Lessee must do to remedy the breach

- the time frame in which the Lessee must remedy the breach
- whether the Lessee is to pay any compensation and, if so, how much
- 6.1.3 If the Lessee fails to comply with the notice within the time stated in it then the Council may end this Lease and take possession of the Land.
- 6.1.4 The right to terminate the Lease and enter into possession will not reduce the Council's right to take any other action for any of the Lessee's previous breaches.

6.2 Surrender

- 6.2.1 Upon the expiration or earlier termination of the Lease, the Lessee will peacefully and quietly surrender and give up possession of the Land.
- 6.2.2 The Lessee must remove from the Land any of the Lessee's buildings, structures, fixtures, fittings and other improvements and must immediately repair any damage caused in removing them.
- 6.2.3 Any reasonable costs incurred by the Council in cleaning or repairing any damage caused by the Lessee in surrendering the Lease may be recovered by the Council from the Lessee.
- 6.2.4 If the Lessee fails to comply with Clause 6.2.2, Council may choose to remove the items and recover the associated costs from the Lessee.

7 OTHER RIGHTS AND OBLIGATIONS

7.1 The Council able to Undertake Works

The Council or any persons authorised by the Council may at any time enter the Land and carry out works.

7.2 Resumption

If the Council receives notice of any proposed resumption or acquisition of the Land by any Government (Federal or State) or other authority, or if the control of the Land is otherwise taken away from the Council, then the Council may terminate this Lease by giving three (3) months' notice in writing to the Lessee.

7.3 Renewal

- 7.3.1 At the end of the initial lease period, the Lessee will be entitled to an extension of this Lease for the period set out in **Item 9** of the Schedule provided that: -
 - the Lessee gives the Council a written notice of its desire to be granted the extension not less than three (3) and not more than six (6) months before the expiration of the term of the Lease
 - the Lessee has not committed any frequent and/or substantial breaches of the Lease during the current lease period
 - the Lessee is not in breach of the Lease at the time the notice is given
- 7.3.2 Legislative changes, external influences and major development may be taken into consideration when reviewing the terms and conditions to apply for any extension to this Lease.
- 7.3.3 The extended term will exclude the right of further renewal.

7.4 Holding Over

- 7.4.1 If, with the consent of the Council, the Lessee continues to occupy the Land after the expiry of the Lease then this Lease will continue as a monthly Lease on these same terms and conditions.
- 7.4.2 Either party may give the other one (1) month's written notice to terminate the monthly lease with the lease expiring one month from the date the notice is given.

7.5 Waiver

The failure or omission by either party to take any action for the breach of any term or condition of this Lease will not stop either party from taking action in relation to any other breaches of the same or any other term or condition of the Lease.

7.6 Notices

Any notice required to be given by either party to the other must be in writing and must be given by delivering it, emailing it or posting it to the address appearing in the Schedule or to such other place as previously nominated by either party to the other.

7.7 Severance

If any provision or obligation of this Lease is invalid, unlawful or not applicable, then it will be deleted from the Lease without affecting any other of the parties' obligations under this Lease.

7.8 Entire Agreement

The terms contained in this Lease comprise the whole of the Agreement between the parties, subject to the inclusion of any other documents as specified in **Item 10** of the schedule.

It is expressly agreed and declared by the parties that no further or other terms exist between them with respect to the Land or the Lease.

Appendix B does not form part of the Agreement.

7.9 No Warranty

The Lessee acknowledges that the Council has not given any warranty as to the condition of the Land or its suitability for the use referred to in the Schedule or for any other use.

AGREEMENT

SIGNED as an Agreement on the	2019
as per resolution 320/20 at a meetir	ng of the Naracoorte Lucindale Council on
23 July 2019.	
THE COMMON SEAL of)
NARACOORTE LUCINDALE COUNCI	lL)
was affixed in the presence of:-)
	Mayor
	Chief Executive Officer
SIGNED by the said	
SIGNED by the sala	
	(Signature)
	(Name)
(President/Chairperson)	
	(Signature)
	.
	(Name)
(Secretary/Treasurer)	

THE SCHEDULE

ITEM 1	THE LESSEE:	Naracoorte and District Table Tennis Association Incorporated 12 Price Avenue Naracoorte SA 5271
ITEM 2	THE LAND	PART of Allotment 101, Filed Plan 217010 in the Hundred of Naracoorte, Certificate of Title Volume 5949 Folio 535, as delineated in Appendix A and occupied by the Lessee.
ITEM 3	THE LEASE PERIOD:	Twenty-One (21) years
ITEM 4	THE COMMENCEMENT DATE:	1 April 2017
ITEM 5	THE LEASE FEE AT COMMENCEMENT OF THE TERM:	\$1.10 inclusive of GST, if requested.
ITEM 6	DATE FOR PAYMENT OF THE LEASE FEE:	Refer invoice for payment (if any)
ITEM 7	PERMITTED USE OF THE LAND:	 Clubrooms & associated amenities Meetings & Club functions Table tennis competitions and tournaments Occasional hire for private functions
ITEM 8	PUBLIC RISK INSURANCE:	Ten Million Dollars (\$10,000,000) Note: The Council has the right to require the Lessee to alter the Public Risk Insurance to a greater or lesser figure as nominated by the Council during the Lease Period.
ITEM 9	PERIOD OF EXTENSION OF LEASE:	Twenty-One (21) years
ITEM 10	OTHER DOCUMENTS	Nil

APPENDIX A



Leased Area

APPENDIX B

CONTACT DETAILS

LESSEE:					
NAME:					
ABN:					
POSTAL ADDRESS:					
PRIMARY CONTACT:					
TELPHONE:	_				
EMAIL:					
SECONDARY CONTACT:					
TELEPHONE:					
THE COUNCIL:					
NAME:	Naracoorte Lucindale Council				
ABN:	53 761 172 798				
POSTAL ADDRESS:	PO Box 555, Naracoorte SA 5271				
TELEPHONE:	08 87 601 100				
EMAIL:	council@nlc.sa.gov.au				
PRIMARY CONTACT:	Kristy Lowe				
SECONDARY CONTACT:	Fiona Stringer				