

**5.12 8 FREDA STREET OAKLEIGH – MANAGEMENT AGREEMENT**

(JM:AGED4)

Responsible Director: Don Cameron

***RECOMMENDATION***

- 1. That Council agrees to a new Management Agreement with Oakleigh Lions Club Elderly People's Home Inc. for 10 years, with a further option of 5 years, at Council's absolute discretion, for the management of Council's premises at 8 Freda Street Oakleigh*
- 2. The Management Agreement be generally in accordance with the agreed terms and conditions contained in the previous Management Agreement between Council and Oakleigh Lions Club Elderly People's Home Inc. for the management of 8 Freda Street, Oakleigh.*

***INTRODUCTION***

The purpose of this report is to recommend the renewal of the management agreement for Council premises at 8 Freda Street Oakleigh.

***BACKGROUND***

Council, on 11 July 1995, agreed to a Management Agreement with the Oakleigh Lions Club Elderly People's Home Inc for the management of Council premises at 8 Freda Street Oakleigh, for a period of 3 years renewable thereafter.

Subsequently on 17 March 1998 Council agreed to sign a new agreement for 5 years and renewable thereafter for a further 5 years. Agreements were duly signed in 1998 & 2003.

***ANALYSIS***

The Oakleigh Lions Club operates 8 single bedroom units for rental by elderly local people at 8 Freda Street Oakleigh. Council built the units about 35 years ago.

The current agreement requires the Oakleigh Lions Club Elderly Peoples Home incorporated to, amongst other things maintain the property, manage tenancy arrangements, submit annual reports regarding assets, liability, income, and expenditure and indemnify Council against property loss and damage

These current arrangements have operated satisfactorily and the Lions Club is agreeable to the current arrangements continuing.

***CONSULTATION***

Consultation has occurred with the Oakleigh Lions Club Elderly People's Home Inc. Council's solicitors will update the new agreement.

***POLICY IMPLICATIONS***

The agreement generally accords with Council's Strategy for An Ageing Community 2002.

***FINANCIAL***

The Lions Club receives all rentals and other monies owed by the tenants and are responsible for all repairs and maintenance expenses.

***CONCLUSION***

It is considered that a new Agreement be updated and entered into for a period of 10 years renewable for a further 5 years generally in accordance with the existing terms & conditions.