



MARINE PARADE LEASE BUILDINGS

Te Wairoa E Whanake project is a \$4.8 million-dollar Provincial Growth Fund investment into Wairoa's town centre to assist in creating further retail, employment, social and educational opportunities.

The revitalisation project involves the renovation/rebuilding of the Winter's' building (corner of Marine Parade and Locke Street) and the neighbouring Gemmell's building (often referred to as the 'burnt-out-buildings') on Marine Parade. Building plans for the Wairoa Marine Parade revitalisation project are nearing completion and we are seeking to formalise arrangements with prospective tenants.

Following on from our first call for Expressions of Interest, we are now progressing to the next level to ensure the development meets the requirements of the tenants.
 Configuration options have been developed, based on early tenancy indications, which include lease space for retail, hospitality, commercial and office options.
 The final configuration is dependent on the formalisation of the leases.

The focus of Te Wairoa E Whanake project is to revitalise the main street by creating a destination and community hub. Being involved at entry level is a fantastic opportunity for new and established businesses to operate from a brand-new purpose-built space. The following document provides information on the development, selection criteria and a formal application form.

We look forward to working with you to achieve the aspirations of our people.





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Richie's

Osler's Bakery

Wairoa Museum

The Clyde Hotel

Gemmell's Buildin

Winter's Building

Library

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MARIN

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LOCKE STREE1

War Memorial Hall

180

Wairoa District Council

tion Square

HER DISPASSION

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PAUL

STREET

Demolished building and canopy



KEY

 Pedestrian lines - outdoor
 Pedestrian lines - indoor
 Canopies
 Cafe/Bakery
 Buildings of significant impo (architectural, public)
 Carpark

Park/Green

🔵 Wairoa River

Project site

BACKGROUND

The Wairoa community and Wairoa District Council (WDC) have identified the regeneration of the Central Business District (CBD) as a top priority for investment.

As a result of funding through the Ministry of Business, Innovation and Employment (MBIE) through the Provincial Growth Fund (PGF) 'Te Wairoa E Whanake' (Rise Up and Grow Wairoa) project was launched.

This initiative is designed to have long-term benefits for Wairoa. It is built around four cornerstones: urban design; revitalising and diversifying the economic activity in Wairoa's CBD; logical connections between people, spaces and character of buildings; and an environment that encourages high pedestrian counts, employment, training, profit and investment.

The four cornerstones support cultural values identified as significant to Te Wairoa E Whanake. A heritage and cultural impact assessment is currently being undertaken.

A key part of regeneration is developing the Integrated Business and Tourism Facility which involves renovating and transforming six spaces, plus two pop-up shops (in two buildings) on Wairoa's Marine Parade.

These spaces have been vacant for some time, and are referred to as the Winter's (190 Marine Parade) and Gemmell's burnt-out (180-88 Marine Parade) building site.

The WDC has purchased these two sites and is seeking to focus economic activity into central Wairoa and to better link the east and west ends of Wairoa's CBD.

The Winter's building is planned to house the Space Discovery Centre, Wairoa's i-SITE, as well as retail, hospitality and commercial spaces.

Redeveloped space in the Gemmell's Buildings is suitable for retail, hospitality, offices and commercial usage with an all-weather courtyard that offers opportunity for pop up shops, market stalls and social enterprises.

Wairoa District Council envisage the Integrated Business and Tourism Facility will attract passing traffic into Wairoa's CBD and increase visitor spend across the various existing businesses on the Marine Parade as well as provide a facility for businesses, both new and existing, along with employment opportunities.

LEASE CONDITIONS

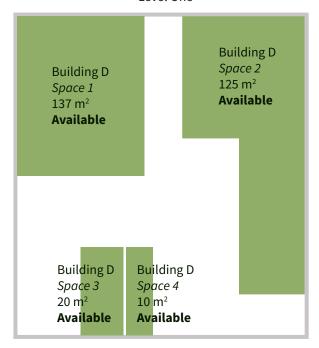
A formal lease will be agreed between Wairoa District Council and each Lessee, in accordance with the Property Law Act 2007.

The key features each lease will include, but are not limited to, are:

- Service charge provision (the indicative lease cost is \$2.50 per square metre per week)
- Term of lease
- Standard guarantor
- Break provision
- Options for transfer or assignment to another party
- Sub-letting not allowed
- Option to include a break clause for premature termination by the tenant
- Rent review options
- Draft agreement for security deposit
- Use of shared services eg. Security, access, signage, parking

POSSIBLE LAYOUT OPTIONS

GEMMELL'S BUILDING Level One



WINTER'S BUILDING Level One

Level Two Building A Building C Level 1 Level 2 Tourism Centre Space 2 Occupied 85 m² Available Building C Level 1 190 m² Available Building B Building C Building B Level 1 Level 2 Level 2 Tourism Centre Space 1 130 m² Occupied 85 m² Available Available

INDICATIVE COSTINGS

WINTER'S BUILDING

The Winter's Building was built after the 1931 Hawke's Bay earthquake destroyed the previous structure. It housed Winter's Grocery Store and Winter's Value House Ltd by 1939. In February 1942 Winter's Grocery Store became West's Grocery Ltd and both were still operating into the early 1970s. Winter's Outfitters operated from the site and closed permanently in 1994 with the building eventually sold to a private purchaser in 2004. During the 2000s the east or street corner part of the facility was used by a couple of businesses, including Coin Save and a second-hand store. The western part of the facility was used by the local \$2 Shop until around 2016. Since then it has been vacant.

The downstairs space totals 190m2. This is made up of 158m2 of retail floor area and 35m2 of utilities. The upstairs space for rent totals 300m2 which could be split into two areas of 85m2 and one area of 130m2.

The rates levied in the 1 July 2019 to 30 June 2020 year was \$8,045.00 The Hawke's Bay Regional Council Rates levied on the property for the period 1 July 2019 to 30 June 2020 was \$258.08.

If the potential rates for the Winter's Building were calculated based on the current commercial rate per dollar of rateable value and the invested value then it could be expected that the rates for the entire Winter's Building could increase to \$34,844 per year.

GEMMELL'S BUILDING

The Gemmell's Building was gutted by fire in May 2012 and has not been used since. Up until that point, three businesses had operated from the building, a hardware store, a jeweller and a café. There was also a tenanted residential apartment upstairs. At the time of the fire, the building, which was over 100 years old, was privately owned.

The retail space for commercial rent totals 292m2. This is made up of the largest commercial space of 137m2, another commercial space of 125m2 and two smaller spaces of 20 and 10 m2 pop up shop space The rates levied in the 1 July 2019 to 30 June 2020 year was \$4,844.00.

The Hawke's Bay Regional Council Rates levied on the property for the period 1 July 2019 to 30 June 2020 was \$139.91.

If the potential rates for the Gemmell's Building were calculated based on the current commercial rate per dollar of rateable value and the invested value then it could be expected that the rates for the Gemmell's Building could increase to \$18,850 per year.

The Gemmell's Building includes the following shared space responsibilities:

GEMMELL'S BUILDING COURTYARD

The building is owned by Wairoa District meaning the operations and maintenance of this facility need to be considered. It is envisioned that the space could become a combination of commercial, hospitality and retail activities, including a shared courtyard that the Wairoa community can use to meet and socialise.

This table outlines possible operations and maintenance of the building and courtyard space.

| JOB | RESPONSIBILITY | POSSIBLE ACTION & FREQUENCY |
|--|----------------|---|
| Public rubbish bins (in courtyard) | WDC | Cleared as part of the current WDC Marine Parade rubbish bin contract. |
| Rubbish skips from businesses (at building rear) | Businesses | Businesses to arrange skip clearance. Either individually or collectively if shared. |
| Landscaping/Gardening | WDC | Include in WDC parks and recreation gardening contract. Likely to be small areas and low maintenance plants. |
| Public toilets (if included) | WDC | Include in WDC public toilet cleaning contract. |
| Outdoor seating (restaurant/café) | Restaurant | Restaurant to maintain. |
| Outdoor seating (courtyard) | WDC | Furniture can stay in place at night as the gates (or similar) will be closed. Furniture maintenance by WDC – similar to playground or library green. |
| Outdoor seating (viewing platform) | WDC | Keep furniture to a minimum and/or fixed in place. Furniture maintenance by WDC. |
| Viewing platform | WDC | Quarterly clean of debris and waterblast (or similar). |
| Marine Parade nightly closure (gates or similar) | Businesses | Opened by first business to open and closed by last business to close. All businesses to share responsibility and have key/access. |
| Central alleyway from rear parking nightly closure (gate or similar) | Businesses | Opened by first business to open and closed by last business to close. All businesses to share responsibility and have key/access. |
| Cleaning of courtyard roof | WDC | Six-monthly clean of debris and waterblast (or similar). |
| Rear carpark surfacing, painted lines, and drainage | WDC | Six-monthly for drainage. Include in existing WDC 3-waters contract. Annual for roading. Include in existing WDC roading maintenance contract. |
| Grease trap(s) from buildings | tbc | Pending on how it is designed. If one overall, likely WDC. If individual to businesses, business responsibility. |
| Power (buildings) | Businesses | Individual meters for each building/occupier. |
| Power (courtyard) | tbc | Could be WDC and included as rent. Or split by occupying business owners. |
| Water (buildings) | Businesses | Individual meters for each building/occupier. |
| Water (courtyard) | WDC | WDC and maintenance costs included in rental. |





ARINE PARADE LEASE BUILDINGS APPLICATION FORM

| Business Name: |
|--------------------------------|
| Business Type: |
| Contact phone: |
| Contact email: |
| Estimated number of employees: |
| Estimated space required: |
| Availability date: |

Description of business:

| Building B: <i>Level 2</i> | | <u>X ((((())))</u> | |
|----------------------------|--------------------------------|--------------------------------|------------------------|
| Building C: Level 1 | Building C: Level 2 Space 1 | Building C: Level 2 Space 2 | |
| Building D: Space 1 | Building D: Space 2 | Building D: Space 3 | Building D: Space 4 |
| | | | |
| erceived business risks | | | |
| | r Wairoa people | | |
| | | | |

Please email your application form to info@tewairoaewhanake.co.nz or drop off at the Wairoa District Council offices by Wednesday, September 30th 2020.

CRITERIA

Your application will be evaluated against the below criterion. Please provide any additional information to support your application

SUSTAINABLE BUSINESS TYPE (20%)

| SC | ORES | SCALE ANCHORS | | |
|-----|--|--|-----------|--|
| 100 | EXCEPTIONAL | EXAMPLES - EXCEPTIONAL: This business may or may not exist already in Wairoa but must show sub- stantial growth for relocation. There is known demand for this business – | | |
| 80 | e.g. survey, public outcry, Facebook demand. | | | |
| 70 | MINOR BENEFITS | DEFINITION - SATISFIES REQUIREMENTS | + / 🗸 / - | |
| 10 | MINUR BENERIIS | The business is unique and strives to have a point of difference. | | |
| 60 | SATISFIES REQUIREMENTS | This business will appeal to Wairoa people and sell affordable product. | | |
| | | Wairoa people already buy this product/use this service but out of town. | | |
| 50 | MINOR RESERVATIONS | | | |
| 50 | | | | |
| 40 | MAJOR RESERVATIONS | EXAMPLES - MAJOR RESERVATIONS There are already two or more business like this in Wairoa. This business promotes unhealthy and/or unsustainable product | | |
| 30 | FAIL | DEFINITION - FAIL The existing similar businesses struggle to keep their doors open due to lack of customers. | | |

EMPLOYMENT (30%)

| SC | ORES | SCALE ANCHORS | |
|-----------|---------------------------|--|---------------|
| 100 80 | EXCEPTIONAL | EXAMPLES - EXCEPTIONAL: This business has potential to expand and grow employment. This business employs a range of skillsets ranging from alread | y to skilled/ |
| 80 | | qualified to training. DEFINITION - SATISFIES REQUIREMENTS | + / √ / - |
| 70 | 70 MINOR BENEFITS | This business will employ two or more people with potential to expand. | |
| 60 | SATISFIES REQUIREMENTS | This business can provide training to increase skillset across employees. | |
| 50 | MINOR RESERVATIONS | | |
| 40 | MAJOR RESERVATIONS | EXAMPLES - MAJOR RESERVATIONS This business is seasonal. / This business has limited opening hours. This business requires employees who are not residents. | |
| 30 | FAIL | DEFINITION - FAIL This business is not willing to find and use local employees. | |

ENVIRONMENTAL (20%)

| SC | ORES | SCALE ANCHORS | | |
|-----------|---------------------------|---|------------|--|
| 100 80 | EXCEPTIONAL | EXAMPLES - EXCEPTIONAL: This business willingly promotes a sustainable business delivery. This business will prioritise energy efficient methods in their del | | |
| 70 | MINOR BENEFITS | DEFINITION - SATISFIES REQUIREMENTS | + / 🗸 / - | |
| 10 | 70 MINOR BENEITTS | This business has methods to proactively reduce their waste. | | |
| 60 | SATISFIES REQUIREMENTS | This business will proactively use recyclable and compostable products. | | |
| 50 | MINOR RESERVATIONS | | | |
| 40 | MA JOR RESERVATIONS | EXAMPLES - MAJOR RESERVATIONS This business does not consider environmental sustainability as a priority. This business is likely to create a large amount of waste with no known solution. | | |
| 30 | FAIL | DEFINITION - FAIL This business is likely to create pollution or contamination of air land. | , water or | |

ECONOMIC (30%)

| SC | ORES | SCALE ANCHORS | | |
|-----------|-----------------------|---|--------------|--|
| 100 80 | EXCEPTIONAL | EXAMPLES - EXCEPTIONAL: This business is positive for the Wairoa economy. This business will utilise/sell local product. | | |
| | | DEFINITION - SATISFIES REQUIREMENTS | + / √ / - | |
| 70 | MINOR BENEFITS | The business sells an affordable product appealing to all Wairoa people. | | |
| 60 | SATISFIES | This business will promote shopping local. | | |
| | REQUIREMENTS | This business will use local services where possible (eg plumbing, electrical, freight etc). | | |
| 50 | MINOR RESERVATIONS | | | |
| | RESERVATIONS | | | |
| 40 | MAJOR RESERVATIONS | EXAMPLES - MAJOR RESERVATIONS This business has strong out-of-town connections to services and suppliers. | | |
| 30 | FAIL | DEFINITION - FAIL This business has not indicated finding the product/services lo available. | ocally where | |