

PART II – LEADER’S URGENT DECISION

17 JUNE 2020

REPORT OF THE DIRECTOR (RB) – 20/117 on VARIATION OF RENTAL TERMS TO TRAVELODGE HOTELS LIMITED AT ST NICHOLAS CLIFF, SCARBOROUGH

DECISION

RESOLVED that the Leader:

- (i) accepts that a Company Voluntary Agreement (CVA) be approved for Travelodge Hotels Ltd in accordance with section 4 of the Insolvency Act 1986;
- (ii) subject to the CVA going ahead approve a proposed variation of the rental terms of the existing occupational lease (for the property known as Travelodge Hotel, St Nicholas Cliff, Scarborough) to Travelodge Hotels Limited, as set out in the body of this report and as attached as Appendix 1 (Travelodge Proposal – key terms for CVA).

REASONS FOR DECISION

The ongoing global COVID-19 Pandemic has had a rapid and unprecedented impact on the UK hospitality industry. In order to secure affordability and provide some stability a CVA is proposed to temporarily reduce Travelodge’s obligations by amending the terms of all of its contractual leases. This includes the Council owned hotel in St Nicholas Cliff, Scarborough.

REASONS FOR ACCEPTANCE OF URGENCY:

The Council has been given two weeks to consider the proposals; the Council must respond by 4pm on 17 June 2020.

ANY RELEVANT INTERESTS DECLARED BY CABINET MEMBER AND ANY DISPENSATIONS GRANTED

None

DATE OF DECISION:

17 June 2020

AGREEMENT OF THE CHAIR OF THE OVERVIEW AND SCRUTINY BOARD:

17 June 2020

IMPLEMENTATION DATE:

17 June 2020

Signed



**Councillor Steve Siddons
Leader of the Council**

.....

Date of signature

17 June 2020

.....

Signed



**Councillor Guy Coulson
Chair of Overview and Scrutiny
Board**

.....

Date of signature

17 June 2020

.....