



## **Transfer of Te Teko Clinic Building: Te Teko School – Edgecumbe / Te Teko Highway**

### **SUBMITTED TO:**

Board Meeting

17 December 2008

Submitted by: Jeff Hodson - General Manager, Property Services

### **RECOMMENDED RESOLUTION**

That the Board sell the Te Teko clinic building located at Te Teko School - Edgecumbe/Te Teko Highway for the sum of \$10 (payable on demand), to He Tohunga Ora Mo Rangitaiki, in its current condition and with the transfer of all present and future lease conditions that may be associated with the building.

### **ATTACHMENTS:**

Nil

### **BACKGROUND**

According to the earliest tender documentation, the above named building was built on the school grounds at Te Teko School in 1979 at a contract price of \$24,222 by Ireton & Lass Builders Ltd.

In 1993, when the current DHB's were formed, the cost price transferred from the Crown Health Enterprise, was \$9,370. The building has a current book value of \$6496.

The building is currently utilised by He Tohunga Ora Mo Rangitaiki as a Community Health Clinic. It is understood that the intention of He Tohunga Ora Mo Rangitaiki is to enter into an agreement with the school to transfer the clinical operations to another school building and allow the school to utilise the clinic building as a school library.

As far as ground lease details are concerned, there is no record of a lease between the school and the DHB for the land that the Clinic occupies.

The building is currently in reasonable condition but will shortly be in need of some investment and general upkeep. Given that this building does not provide

facilities for any core business for the DHB it is felt that any investment by the DHB would not be cost effective.

He Tohunga Ora Mo Rangitaiki has indicated to the DHB that if the building was sold to them for a nominal sum they would be keen to enter into an agreement with the school for the exchange of buildings and that the community would benefit overall from this strategy.