

# COVID-19 Coronavirus: Rental Support to Market Traders July 2021

Date: 15<sup>th</sup> June 2021

Report of: Head of Markets

Report to: Director of City Development

Will the decision be open for call in? Yes No

Does the report contain confidential or exempt information? Yes No

## What is this report about?

Including how it contributes to the city's and council's ambitions

- The COVID-19 Coronavirus crisis has resulted in significant pressure on all the markets across the City and traders. Whilst significant Central government support has been provided primarily to Indoor Market Traders, the Council has also provided support to Open Market traders by waiving fees during the period April –June 2020 and has offered a rental discount scheme for all market traders for the period July to December 2020 and this was continued for the period January 2021 to March 2021.
- Whilst signs were encouraging that footfall was starting to return in December 2020, following the 2<sup>nd</sup> lockdown. The country then entered a 3<sup>rd</sup> lockdown in January 2021 putting significant pressure on all traders across the City's Markets. The governments road map was released in February 2021 highlighting the return of retail will not be until the 12<sup>th</sup> April 2021 with restrictions planned to slowly ease over the following two months.
- A further rental discount scheme was issued in support as businesses returned to trading and was based on the governments four step road map. This consisted of 50% in April 2021 for indoor traders and 100% for outdoor traders. This then reduced to 50% for all indoor and outdoor traders in May and reduced to 25% in June. Service Charge (where payable) reflects the Council's incurred costs and this remained payable.
- Following the announcement of a four week delay to the removal of restrictions as part of the final step of the Government's road map, this has meant that the end date for restrictions has been pushed back from the 21<sup>st</sup> June to the 19<sup>th</sup> July 2021. It is therefore proposed that the current 25% discount for both indoor and outdoor traders continues for a further four weeks.
- It is proposed that the existing provision within the discount scheme for exceptional support being made available on a case-by case basis will remain to allow flexibility in assisting traders who are experiencing exceptional hardship as a result of COVID-19.

- The cost of the 25% rent concession for a further one month period will be in the region of £42,000 therefore approval is requested for an additional £42,000 to fund the discount scheme for the period 1<sup>st</sup> July to the 31<sup>st</sup> July 2021. Any approved exceptional hardship requests will be in addition to this funding envelope.
- The scheme contributes towards the outcomes of Inclusive Growth Strategy, including supporting the potential of independent retailers to remain a vital element of the City's economy during a period of unprecedented challenge.

## Recommendations

- a) The Chief Officer Operations and Active Leeds is asked to approve a one month extension of the current discount scheme for Markets traders creation covering the period 1st July to 31st July 2021.

## Why is the proposal being put forward?

- 1 Following the four week delay to the final step of the government's road map in support of traders it is proposed that the existing rental discount of 25% continues for a further four weeks in line with the Government's road map which is due to end all restrictions on the 19th July 2021. Given that Service Charge (where payable) reflects the Council's incurred costs, this will remain payable.

It is proposed that the existing provision within the discount scheme for exceptional support being made available on a case-by case basis will remain to allow flexibility in assisting traders who are experiencing exceptional hardship as a result of COVID-19.

## What impact will this proposal have?

**Wards Affected: Little London, City Centre and Woodhouse**

Have ward members been consulted?

Yes

No

- 2 This will support will ensure local businesses within the market remain sustainable, as well as supporting their employees from the surrounding areas in jobs and ensuring the local community can buy fresh and quality goods at a reasonable price.

### **What consultation and engagement has taken place?**

- 3 The Deputy Leader of Council and Executive Member for Economy, Culture and Education has been briefed on the proposal and is supportive. Ward Members in areas with LCC Markets operating have been informed of the proposal.

### **What are the resource implications?**

- 4 The cost of the 25% rent concession for a further one month period will be in the region of £42,000 approval is therefore requested for £42,000 to fund the additional discount scheme for the period 1st July to the 31st July 2021. Any approved exceptional hardship requests will be in addition to this funding envelope.

The overall cost of the Scheme can be managed within the Directorate's current projected financial outturn position for the year, it should be noted however that the Directorate's budget remains under severe pressure as a result of COVID-19.

### **What are the legal implications?**

- 5 This decision is not eligible for call in.

### **What are the key risks and how are they being managed?**

- 6 There is a risk that the COVID-19 Coronavirus results in a longer term disruption to activity. The current proposals for a one month extension will allow for a review following the next government announcement as to the lifting of restrictions which can be cognisant of changes to the overall position.

### **Does this proposal support the council's 3 Key Pillars?**

Inclusive Growth       Health and Wellbeing       Climate Emergency

- 7 The scheme contributes towards the outcomes of **Inclusive Growth Strategy**, including supporting the potential of independent retailers to remain a vital element of the City's economy during a period of unprecedented challenge.

### **Options, timescales and measuring success**

#### **a) What other options were considered?**

- 8 N/A

#### **b) How will success be measured?**

9 N/A

**c) What is the timetable for implementation?**

10 N/A

## **Appendices**

11 N/A

## **Background papers**

12 None