REPORT TO CABINET

Open		Would a	Would any decisions proposed:					
Any especially affected Wards	Heacham	Need to	Be entirely within Cabinet's powers to decide Y Need to be recommendations to Council N Is it a Key Decision Y					
Lead Member: Cllr Simon Ring (Portfolio Holder Corporate Projects and Assets)			Other Cabinet Members consulted: Cllr Alistair Beales, Leader					
E-mail: simon.ring@west-norfolk.gov.uk			Other Members consulted: Cllr Terry Parish Ward Member and Parish Council Cllr Andrew Jamieson Ward Member					
Lead Officer: Jason Birch – Assistant Director Property and Projects (Interim) Jason.birch@west-norfolk.gov.uk			Other Officers consulted:					
Financial Implications YES	Policy/ Personnel Implications NO	Statutory Implication YES	ıs	Equality Impact Assessment YES/	Risk Management Implications YES	Environmental Considerations YES		

Date of meeting: 23 September 2025

NORTH BEACH HEACHAM: PROPOSED SALE OF LAND

Summary

The Borough Council is the freehold owner of a parcel of land which includes land occupied by 105 beach hut plots. Each plot is let to tenants by way of a 10-year lease which is due to expire on 31 March 2026.

This report sets out a proposal to sell the land through a public auction before the end of 2025 in order to give the tenants an opportunity to agree lease terms with a new landlord.

Recommendation

It is recommended that:

- 1. The disposal of this land asset delineated on the Site Plan attached to this report and known as land at North Beach Heacham is progressed through a suitable public auction for sale to the highest bidder.
- 2. The Assistant Director is authorised to set a reserve for the site in consultation with the Portfolio Holder for Business.
- 3. The Assistant Director of Property and Projects is authorised to approve non-material changes to the Disposal Terms.

Reason for Decision

The proposal set out within this report will facilitate the disposal of the asset to deliver a Capital Receipt and to avoid a cost and reputational risk to the Council.

1 Background

The property services team are currently reviewing the property portfolio to ensure that properties retained in it are appropriate for the council to own and manage. In doing this it is considering many factors including the councils' objectives, whether it is providing value for money to residents and its duties as a public body to manage its assets responsibly.

The site at North Beach Heacham extends to about 470m x 20m of sand dune behind the sea wall with a total site area of about 1.0 hectares (2.7 acres). On the site there are 105 concrete pads on which beach huts have been placed by the tenants. The site is located within the Environment Agency's Indicative Tidal Floor risk area of the North Sea.

Planning permission was granted on 7 August 2020 for the continued use for the standing of 105 Beach Huts until 30th September 2031. The permission prohibits use as permanent residential accommodation, overnight accommodation or use at any time other than from 1st April to 30th September in any calendar year.

The huts are let by way of individual leases for a term of 10 years from 1st April 2016 to 31st March 2026 with rent increases linked to the RPI. For the year 2024/25 the huts produced a gross income of £61,118.78. However, unrecovered costs include officer time managing the site, issuing rent demands and pursuing rent arrears as well as water rates and legionella testing and treatment obligations for standpipes on the site.

63% of the tenants live within the Borough while 37% are from outside.

2 Options Considered

If we were to retain the site, there will be a need to resource the negotiation of 105 lease renewals together with legal costs for new leases before the leases expire in March 2026 the combined cost of this exercise is likely to be in excess of the net income for the financial year. There is also a risk that the rents will decrease due to the continuation of the Brown Flag designation of Heacham Beach.

In May 2025 a number of the beach hut tenants were quoted in local and national press and television criticising the council for both the level of rents and also its poor maintenance of the site grounds.

To retain the site will expose the council to further high-profile criticism and provide a poor and underperforming financial return when property management resources are under pressure.

3 Policy Implications

None

4 Financial Implications

The sale of the site will produce a capital receipt in excess of

5 Personnel Implications

The approach wet out within this report requires limited staff resource apart from the usual input from the Property Services Team and by Legal Services.

6 Environmental Considerations

The site is already identified as being within a tidal floor risk area. There will be no change to its current use.

7 Statutory Considerations

Under Section 123: Local Government Act 1972 local authorities are required to gain "best consideration" from disposal of property assets. The proposal is to sell the property through a widely advertised and marketed public auction thorough a specialist auction agent. An auction will provide hard evidence that best consideration has been achieved.

8 Equality Impact Assessment (EIA)

(Pre screening report template attached)

9 Risk Management Implications

The sale of the site is likely to be commented on in the press through the tenants. To mitigate risk of adverse publicity we have engaged with Ward Councillors, Parish Councillors and the tenants.

10 Declarations of Interest / Dispensations Granted

None known

11 Background Papers

Site Plan

Stage 1 - Pre-Screening Equality Impact Assessment

For equalities profile information please visit Norfolk Insight - Demographics and Statistics - Data Observatory

Name of policy/service/function	Sale of Land for continued use.						
Is this a new or existing policy/ service/function? (tick as appropriate)	New		Existi	ng	×	(
Brief summary/description of the main aims of the policy/service/function being screened.	This is a land likely to contin	sale where the ue.	currer	nt use	of th	e site i	S
Please state if this policy/service is rigidly constrained by statutory obligations, and identify relevant legislation.							
Who has been consulted as part of the development of the policy/service/function? – new only (identify stakeholders consulted with)							
Question	Answer						
1. Is there any reason to believe that the policy/service/function could have a specific impact on people from one or more of the following groups, for example, because they				Positive	Negative	Neutral	Unsure
have particular needs, experiences, issues or priorities or in terms of ability to access	Age					Х	
the service?	Disability					Х	
	Sex					Х	
Please tick the relevant box for each group.	Gender Re-as	signment				Х	
NB. Equality neutral means no negative	Marriage/civil	partnership				Х	
impact on any group.	Pregnancy & r	maternity				Х	
If potential adverse impacts are identified,	Race					Х	
then a full Equality Impact Assessment	Religion or be	lief				Х	
(Stage 2) will be required.	Sexual orienta	ntion				Х	
	Armed forces	community				Х	
	Care leavers					Х	
For more information on health inequalities	Health inequa	lities				Х	
please visit <u>The King's Fund</u>	Other (eg low responsibilities	income, caring s)				X	

Please provide a brief explanation of the answers above:

The land is currently let to 105 individual tenants which may belong to various groups. However, the use of the land is expected to continue with the same tenants able to negotiate new lease terms with a private landlord.

Question		Answer	Comments				
2. Is the proposed policy/service likely to affect relations between certain equality communities or to damage relations between the equality communities and the Council, for example because it is seen as favouring a particular community or denying opportunities to another?		No					
3. Could this policy/service be perceive impacting on communities differently?	ed as	No					
4. Are any impacts identified above mir and if so, can these be eliminated or re by minor actions? If yes, please agree actions with a men of the Corporate Equalities Working Gr and list agreed actions in the comments section	nber oup	N/A	Actions: Actions agreed by EWG member:				
If 'yes' to questions 2 - 4 a full impact assessment will be required unless comments are provided to explain why this is not felt necessary: Decision agreed by EWG member:							
5. Is the policy/service specifically design to tackle evidence of disadvantage or potential discrimination?	gned	Yes / No	Please provide brief summary:				
Assessment completed by: Name	I						
Job title							
Date completed							
Reviewed by EWG member				Date			

 \square Please tick to confirm completed EIA Pre-screening Form has been shared with Corporate Policy (corporate.policy@west-norfolk.gov.uk)