



Sponsor:	<u>Lee Burger</u>
Introduction:	<u>May 3, 2022</u>
Vote:	<u>6</u> Yeas, <u>0</u> Nays, <u>1</u> Absent

CITY OF THORNE BAY  
RESOLUTION 22-05-03-02

A RESOLUTION OF THE CITY COUNCIL FOR THE CITY OF THORNE BAY, ALASKA, AUTHORIZING THE CITY ADMINISTRATOR TO NEGOTIATE LEASE TERMS AND CONDITIONS WITH ALL LEASES SET TO EXPIRE WITHIN THE NEXT NINETY DAYS AND APPROVING LEASE EXTENSIONS ON A MONTH-TO-MONTH BASIS FOR SUCH LEASES UNTIL SUCH TIME THAT NEW AGREEMENTS ARE EXECUTED

**WHEREAS**, the City Council is the governing body of the City of Thorne Bay; and

**WHEREAS**, the city currently leases municipal owned lands located within the Downtown Business District, Sortyard, and Tidelands located along Shoreline Drive; and

**WHEREAS**, the Thorne Bay Municipal Code 2.56.220-Term of Leases, Subsection (b) provides that the City may at its own discretion authorize lease renewals for a term not to exceed 5-years and with such revisions and amendments as deemed by the City in the best interests of the City; and

**WHEREAS**, three of the City's lease agreements will be expiring within the next 90 days and the City has received notice from at least two of the lease holders of their intent to renew their lease terms; and

**WHEREAS**, the lease rate for municipal owned lands has not been adjusted for over 8 years and the City Council deems it to be in the best interest of the City to review all aspects of the Lease terms and rental rates as provided in the Thorne Bay Municipal Code Chapter 2.56-City Property, Article III Long-Term and Short-Term Leases; and

**WHEREAS**, the timing needed to negotiate new lease terms will exceed the expiration of the current lease term and requires approval of the City Council to continue renting under the expiring lease terms and conditions on a monthly basis until negotiations have completed.

**NOW THEREFORE, BE IT RESOLVED** that the City Council for the City of Thorne Bay hereby authorizes the City Administrator to negotiate new lease terms with Lessee's and authorizes these leases to continue on a month-to-month basis until such time new agreements are executed.

**BE IT FURTHER RESOLVED**, if negotiations fail to reach an Agreement satisfactory to the

City Council for any lease so extended on a month to month basis, that lease shall expire 30 days from the Council's acknowledgment of a failed lease negotiation and all other terms and conditions shall remain in effect that would have otherwise governed the original lease expiration.

**PASSED AND APPROVED** this 3<sup>rd</sup> day of May 2022, by a duly constituted quorum of the City Council with a vote of 6 yeah and 0 nay.

ATTEST

  
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Lee Burger, Mayor

  
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Teri Feibel, CMC

## Monthly Property Leases

Tenant	Expiration Date	Amount	Frequency	Location
Cornerstone	9/30/2023	159.00 (150 + tax)	month	Sortyard
Community Connections	5/31/2026	10.00 (no tax)	month	City Center Subdivision (behind City Hall)
SE Roadbuilders	5/31/2022	159.00 (150 + tax)	month	Downtown Business District (Lots 6 & 7)
SISD Office Parking	2/28/2024	100.00 (no tax)	month	Sandy Beach Road
SISD Restaurant	10/31/2022	11/1/21 - 5/31/22 \$150.00 6/1/22- 10/31/22 \$300.00	month	Tideland
AT & T Lease (annual)	2/28/2023	600.00 (no tax)	annual	
Papac Logging	5/31/2022	238.50 (225.00 + tax)	month	Sortyard
Edenfield, Cindy - trl prk manager	9/30/2023	250.00/month + TAX NO UTILITIES!	month	RV Park
Clowar, Jason	no expiration	100.00 year/ June 1	year	Easement - Shoreline Drive
SISD District Office - lot lease	6/30/2022	150.00 mo. (no tax)	month	Downtown Business District (Lot 4)
SEARHC (month to month)	4/30/2023	10 lease + 179.46 util	month	City Hall Building
Tongass Credit Union	4/30/2023	100 lease + 179.46 util	month	City Hall Building
Neirnckx II, John	no expiration	100.00 year/ June 1	year	Greentree Heights EASEMENT ONLY