

City Council

Approval of a Resolution Authorizing the Lease of City-Owned Property Located at 116 4th Avenue W to the Great India Cuisine, Inc.

Agenda Date: 4/16/2019 Agenda Item Number: 4.D File Number: 19-0360

Type: resolution Version: 1 Status: Passed

Title

Approval of a Resolution Authorizing the Lease of City-Owned Property Located at 116 4th Avenue W to the Great India Cuisine, Inc.

Recommended Action

Committee Recommendation:

Not referred to a committee.

City Manager Recommendation:

Move to approve the resolution authorizing the lease of the property located at 116 4th Avenue W to Great India Cuisine, Inc., and authorizing the City Manager to execute all documents necessary.

Report

Issue:

Whether to approve lease of the property located at 116 4th Avenue W to Great India Cuisine, Inc.

Staff Contact:

Mike Reid, Economic Development Director, 360.753.8591 Annaliese Harksen, Deputy City Attorney, 360.753.8338

Presenter(s):

None - Consent Calendar Item.

Background and Analysis:

On September 25, 2018, the City of Olympia Council authorized the acquisition of real property located at 116 4th Ave W, (the Property) to be used to support mixed use development including commercial, residential, civic use, and structured parking. Recognizing that an extended period of time will be required to accomplish the necessary public process to determine the elements of the contemplated future development, staff proposes that the vacant space at 116 4th Ave W be leased for a three-year term to the existing tenant, Great India Cuisine, Inc.

The lease to Great India Cuisine, Inc., will support the economy of downtown by allowing an existing restaurant to remain in its current location for three years, with possible extensions to the agreement

Type: resolution Version: 1 Status: Passed

with agreement of both parties, until such time as the City decides to redevelop the property.

In consideration for the lessee's anticipated move, the City offered relocation expenses and will maintain rent at the existing rate for the three year period.

Neighborhood/Community Interests (if known):

Occupation of the property by lessee will provide for consistency and stability in the neighborhood and will likely allow for less involvement of the City than would be required if the property sat vacant. **Options:**

- 1. Approve the resolution authorizing the lease of 116 4th Avenue W to Great India Cuisine, Inc., and authorizing the City Manager to execute all documents.
- 2. Do not authorize lease of 116 4th Avenue W to Great India Cuisine. This would entail notice and eviction of the current tenant.

Financial Impact:

The lessee is responsible for ordinary maintenance and landscaping upkeep on the property. The proposed Lease Agreement provides for the lessee to insure the premises and to add the City as an additional insured. A lease will save the City the expense of maintaining and monitoring the Property while the City determines its future use.

Attachments:

Resolution Agreement