



Agenda Item:

44A&B

COUNCIL COMMUNICATION City Manager's Office

GENERAL INFORMATION

Agenda Date: 01/10/05
No.: 05-007
Agenda Item Type: Resolution
No.:

Communication

Roll Call

Submitted by: Donald M. Tripp, Park and Recreation Director

SUBJECT—

Lease Agreements with Des Moines Rowing Club for use of the Guzman Building (Birdland Marina) and the Tan Building (Gray's Lake Park).

SYNOPSIS—

Approval of the Lease Agreements with the Des Moines Rowing Club for use of the Guzman Building (Birdland Marina) and the Tan Building (Gray's Lake Park) for storage of their equipment and management of their club's programs and services.

FISCAL IMPACT—

\$3,514 total estimated lease rental income from the Des Moines Rowing Club.

Guzman Building: \$5,476 in lease rental income less an estimated \$3,600 in consideration for their Novice program (72 participants X \$50.00 = \$3,600) for a total lease payment of \$1,876 annually.

Tan Building: \$1,638 in lease rental payment for one-year agreement.

RECOMMENDATION—

Approval

BACKGROUND—

The Des Moines Park and Recreation Department with support from the City's Legal Department have finalized two Lease Agreements with the Des Moines Rowing Club for use of City-owned buildings (Guzman, Birdland Marina and the Tan Building at Gray's Lake Park), which are on file in the City Clerks' office. The Club is desirous to enter into these leases for the storage of their rowing equipment and management of their programs and services. Consideration has been provided to the Rowing Club for their Novice and Juniors instructional programs. Historically, the Rowing Club provides instruction in the Novice Program to 72 new members annually. A rate of \$50.00 per participant will be deducted from their annual lease payment to the City from their completed Novice and Juniors program rosters. Staff anticipates a credit of \$3,600 for the Novice program (72 X \$50 = \$3,600). At this time, City staff has not estimated any consideration for the Juniors program, since it will be introduced to area High School students for the first time in the summer of 2005.

The term of the Lease Agreement for use of the Guzman Building is for five-years with two five-year renewals for a total of 15 years. This building will be shared between the Des Moines and Drake Rowing Club for their respective rowing programs.

The term for the Tan Building at Gray's Lake Park is for one-year. The scheduled City's completion of the rowing dock in 2005 at the Southwest corner will allow the Des Moines Rowing Club to relocate to the Overlook Terrace and move their base of operations at Gray's Lake Park when these improvements are completed.