

CITY OF DILLINGHAM, ALASKA

RESOLUTION NO. 2012-29

A RESOLUTION OF THE DILLINGHAM CITY COUNCIL AUTHORIZING THE CITY MANAGER TO NEGOTIATE AN ANNUAL LEASE FOR USE OF THE CITY PROPERTY KNOWN AS THE "POTATO HOUSE"

WHEREAS, the City Council has approved Ordinance 2010-09 (substitute); and

WHEREAS, Ordinance 2010-09 (substitute) authorized the disposal by lease of the City property known as the "Potato House";

WHEREAS, the City has re-solicited Requests for Proposal (RFP) from the public for use of the facility; and

WHEREAS, one letter of interest was submitted on May 18, 2012 to use the facility as a retail outlet for heating hardware and accessories; and

WHEREAS, the City publically advertized and solicited Request for Proposals (RFP) from anyone wishing to propose a use for the facility for several months; and

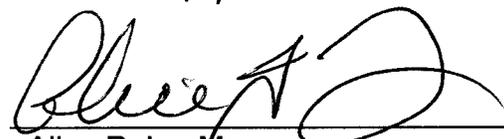
WHEREAS, in response to the RFP Phinncraft submitted a letter of interest to negotiate a lease with the City; and

WHEREAS, the interest from Phinncraft represents a reasonable and cost effective use of the facility in the best interest of the City;

NOW, THEREFORE, BE IT RESOLVED by the Dillingham City Council that the City Manager is authorized to negotiate a lease of the "Potato House" with Phinncraft.

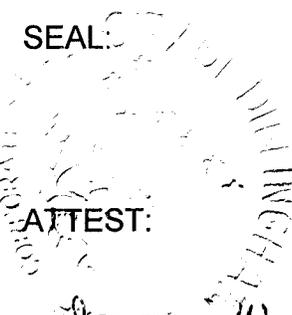
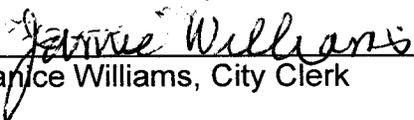
PASSED and ADOPTED by the Dillingham City Council on 6/7/2012.

SEAL:



Alice Ruby, Mayor

ATTEST:

Janice Williams, City Clerk

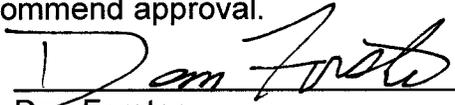
City of Dillingham Information Memorandum No. R2012-29

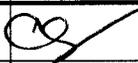
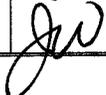
Subject: A resolution of the Dillingham City Council authorizing the City Manager to negotiate an annual lease for use of the City property known as the "Potato House"

Agenda of: June 7, 2012

Council Action:

Manager: Recommend approval.

City Manager: 
Dan Forster

Route To:	Department / Individual	Initials	Remarks
X	Finance / Carol Shade		
X	City Clerk / Janice Williams		

Fiscal Note: Yes _____ No X Funds Available: Yes _____ No _____

Attachment(s): Draft Lease Agreement
Copy of Ordinance No. 2010-09 (Substitute)

Summary Statement.

The City Council authorized the disposal of the "Potato House" building by lease by adopting Ordinance No. 2010-09 (Substitute), of which a copy is attached. The building was occupied by the Senior Center staff a majority of 2011 while they awaited the completion of renovations on the Senior Center, the result of flooding caused by icing conditions.

The rental agreement is for \$500 a month, and is expected to begin July 1, 2012. The renter will pay for heat and cooling, electricity, water, trash removal, and sewage disposal.