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**CITY OF TEMPE  
REQUEST FOR COUNCIL ACTION****Council Meeting Date: 02/11/2016  
Agenda Item: 6C3**

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**ACTION:** Hold the second and final public hearing to adopt an ordinance authorizing the Mayor to execute Amendment No. 3 to the Lease Agreement between the City of Tempe and the Valley of the Sun Young Men's Christian Association for the continued lease of real property located at 7070 S. Rural Road. (Ordinance No. O2016.11)

**FISCAL IMPACT:** The Amendment No. 3 results in no change to the existing Lease payment. The Lease payment of \$100 per year will remain the same.

**RECOMMENDATION:** Adopt Ordinance No. O2016.11.

**BACKGROUND INFORMATION:** The YMCA refinanced bond proceeds used to enhance the improvements on the property, and as a material condition of the loan documents and letter of credit by the YMCA to KS StateBank, an amendment to the Lease Agreement is required. The Third Amendment to the Lease Agreement reflects the substitution of KS StateBank from U.S. Bank, and otherwise confirms the terms of the Lease Agreement as previously amended. The term of the lease remains the same; 60 years from the date of the Agreement of September 26, 1983, with the option of two (2) extensions of ten (10) years each.

**ATTACHMENTS:** Ordinance and Amendment No. 3 to Lease Agreement

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Department Director: Dave Nakagawara, Community Development Director

Legal review by: Judi Baumann, City Attorney

Prepared by: Mari Yennie, Executive Assistant