



CITY OF TEMPE
REQUEST FOR COUNCIL ACTION

Council Meeting Date: 12/08/2016
Agenda Item: 5C7

ACTION: Adopt a resolution authorizing the signing of a 10-year lease agreement with an option to renew for two additional 10-year periods with the Arizona Department of Transportation for the regional retention basin located east of Interstate 10 and roughly a quarter mile south of Warner Road, and authorizing the Mayor or his designee to execute the Rental Agreement and related documents. (Resolution No. R2016.120)

FISCAL IMPACT: There is no dollar payment required by the lease. However, in exchange for the use of the land, Arizona Department of Transportation (ADOT) requires the City to maintain the site. Items of maintenance include removal of refuse and brush, removal of graffiti from the concrete structures, fence repairs and erosion protection and grading. While unbudgeted, current year's expenses are estimated to be up to \$45,000 and thus will necessitate a supplemental budget request in future years. Expenses in the current fiscal year (FY) will be covered by existing FY 2016/17 budget appropriations in the Solid Waste Fund, HURF Fund, and General Fund (Parks Maintenance - Cost Center 2552).

RECOMMENDATION: Adopt Resolution No. R2016.120.

BACKGROUND INFORMATION: In October 1990, the City of Tempe signed a lease with the ADOT for the recreational use of the regional retention basin located east of Interstate 10, west of Priest Drive and roughly a quarter mile south of Warner Road. Staff has negotiated a new lease 10-year period with an option to renew for two (2) additional 10-year periods to allow further planning and development of recreational uses for this site.

ATTACHMENTS: Resolution, Lease Agreement, Exhibit A

STAFF CONTACT: Gregg Kent, Principal Civil Engineer, (480) 350-2738

Department Director: Don Bessler, Public Works Director
Legal review by: Sonia Blain, Deputy City Attorney
Prepared by: Gregg Kent, Principal Civil Engineer