

ITEM 12

Agenda Item No. _____

File Code No. _____



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

DRAFT

AGENDA DATE: October 16, 2012
TO: Mayor and Councilmembers
FROM: Water Resources Division, Public Works Department
SUBJECT: Renewal Of Lease Agreement For The Hope Avenue Well Site

RECOMMENDATION:

That Council approve and authorize the Public Works Director to execute a Fourth Amendment to Agreement No. 17,408, between the City and the Channel Islands Young Men's Christian Association to extend the term of the lease and to adjust the annual rental amount.

DISCUSSION:

The City depends on water from the Hope Avenue Well to meet peak summer demands, and to function as a backup for surface water during drought and other emergencies. The well itself is located in the roadway of Hope Avenue, but the City leases a small site at the southwest corner of the Channel Islands Young Men's Christian Association property for the piping and treatment facilities associated with the well.

The latest lease extension expires on October 31, 2012, and a further extension for a five-year period has been negotiated. The renewal agreement adjusts the annual rental amount from \$2,395 to \$3,000 per year, reflecting minimal property value appreciation over the past five-year period. Funds are available in the Water Fund Operating Budget.

The Water Commission is expected to vote on the Hope Avenue Well Site Lease Agreement renewal at their October 8, 2012 meeting.

PREPARED BY: Rebecca Bjork, Water Resources Manager/TL/mh

SUBMITTED BY: Christine F. Andersen, Public Works Director

APPROVED BY: City Administrator's Office