

By: Finance Department
Adopted: June 8, 2020
Yes: Burney, Dryden, Graham, Harvey, Ledford, Velock
No: None
Absent: None

**City of Wasilla
Resolution Serial No. 20-21**

A Resolution Of The Wasilla City Council Authorizing The Mayor To Execute A Three-Year Agreement With Krazy Moose Subs In The Amount Of \$10,800 For A Parking Lot Lease.

WHEREAS, The City of Wasilla owns Lot 8, Block 1, Wasilla Townsite Downtown Gravel Parking Lot; and

WHEREAS, Krazy Moose Subs currently leases the lot for additional parking; and

WHEREAS, The lease agreement would generate revenue to the City of \$3,600 in fiscal year(s) 2021, 2022, and 2023 for a total of \$10,800.

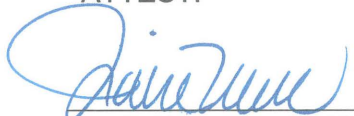
NOW, THEREFORE, BE IT RESOLVED, that the Wasilla City Council authorizes the Mayor to execute an agreement with Krazy Moose Subs for the lease of Lot 8, Block 1, Wasilla Townsite Downtown Gravel Parking Lot in the amount of \$10,800 for three years.

Effective Date. This resolution takes effect upon adoption.

ADOPTED by the Wasilla City Council on June 8, 2020.


Bert L. Cottle, Mayor

ATTEST:


Jamie Newman, MMC, City Clerk

[SEAL]

**City of Wasilla
Legislative Staff Report
Resolution Serial No. 20-21**

Authorizing The Mayor To Execute A Three (3) Year Agreement With Krazy Moose Subs In The Amount Of \$10,800 For A Parking Lot Lease.

Originator: April Dwyer, Purchasing
Date: 5/26/2020

Agenda of: 6/8/2020

Route to:	Department Head	Signature	Date
X	Public Works Director		5/28/20
X	Finance Director		5-27-20
X	Deputy Administrator		5/27/2020
X	City Clerk		5/27/2020
X	Mayor		5/27/2020

Fiscal Impact: yes or no

Account name/number:

Rents & Royalties 001.4300.362.15.00 \$10,800

Attachments: Resolution Serial No. 20-21 (1 page)
Lease Agreement (6 pages)

Summary Statement: This agreement covers Lot 8, Block 1, Wasilla Townsite Downtown Gravel Parking Lot which is currently leased by Krazy Moose Subs. Krazy Moose Subs would like to continue leasing this parking lot to accommodate additional patron parking.

The lease agreement term is from July 1, 2020 through June 30, 2023, providing for \$3,600 rental revenue in fiscal years 2021, 2022, and 2023.

Proposed Action: Adopt the Resolution No. 20-21.

LEASE
of Lot 8, Block 1, Wasilla Townsite
Downtown Gravel Parking Lot

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This LEASE is between the CITY OF WASILLA, an Alaskan municipal corporation hereinafter referred to as the "Lessor", and Krazy Moose Subs., [X]an individual business, [] a partnership, [] an Alaskan Corporation, hereinafter referred to as the "Tenant".

The parties hereby agree as follow:

ARTICLE 1

PREMISES, TERMS AND RENTALS

Section 1.1 Premises

Lessor leases to tenant, and tenant leases from lessor, the following described real property (hereinafter "the Property"):

Lot 8, Block 1, Wasilla Townsite, 290 N. Boundary

Section 1.2 Term

The term of this lease shall be for a period of (3) years, commencing on the 1st day of July 1, 2020 (the Commencement Date), and expiring on the 30th day of June, 2023, unless sooner terminated as provided in this lease. This lease is to coincide with Krazy Moose Subs regular business hours, 10:30 a.m. to 6:00 p.m. Monday through Friday and 10:30 a.m. to 4:00 p.m. Saturday and Sunday.

Section 1.3 Rent

Tenant shall pay to the Lessor the amount of Three Hundred Dollars (\$300.00) per month. Failure to pay rent by the tenth (10th) day of the month shall obligate the Tenant to pay a late charge of \$50.00 for each late payment.

Section 1.4 Rent Adjustment

At each 3-year interval, the fair market value of the Property leased to the Lessee and an appropriate lease rate shall be determined by the City Council in a manner deemed appropriate by the Council.

ARTICLE II

USE

Section 2.1 Parking Lot

Tenant may use the Property for vehicle parking to support their business across the street. It is the purpose of this Lease to foster support of the tenant's business.

Section 2.2 Prohibited Uses

Tenant shall not use or permit any part of the Property to be used for any unlawful purpose or for any purpose, that may constitute a nuisance or hazard to health, safety, or property. Tenant shall not

permit any part of the Property to be used for any purpose in violation of any applicable law, lawful order, or rule or regulation.

Section 2.3 Hazardous Material

Tenant shall not cause or permit any hazardous material to be on or used on the Property.

Section 2.4 Discriminatory Acts Prohibited

The Tenant shall not discriminate against any person or class of persons by reason of race, color, creed, gender, or national origin.

Section 2.5 Maintenance of Premises

The Tenant shall keep the entire premises in good repair and in a neat, orderly and slightly condition. The Tenant shall not cause or permit to remain any litter, garbage, debris, weeds or other items and materials of other kind whatsoever. The Tenant is responsible for any maintenance associated with use as a parking lot.

Section 2.6 Tenant's Right to Terminate

The Tenant shall have the option to terminate this lease for any reason upon thirty (30) day written notice to Lessor.

ARTICLE III

INDEMNIFICATION AND INSURANCE

Section 3.1 Indemnification

The Tenant shall defend, save and hold the Lessor harmless from any and all claims, demands, suits or liability, including all attorneys' fees, arising from any and all loss, damage to property or death or injury to persons occurring in connection with the occupancy of the property or operations under this lease. This indemnification agreement includes claims alleging acts or omissions by the Lessor or its agents, which are claimed to have contributed to the loss or damage. However, Tenant shall not be responsible for any damage or claim arising from the negligence or willful misconduct of the Lessor or its agents.

Section 3.2 Insurance

The Tenant shall obtain and maintain throughout the period of performance of this lease insurance in the following minimum requirements:

Commercial General Liability Insurance in the Amount of:

\$1,000,000.00	Combined Single Limit of Liability per Occurrence
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The Policy shall be endorsed to include the City of Wasilla as an additional insured, with a minimum of thirty (30) days notice of cancellation to the City of Wasilla. Prior to the

execution of this Lease, certificates of insurance and/or letter verification of the effectiveness of such insurance, shall be furnished so as to demonstrate compliance with the foregoing insurance requirements. Continuing evidence of compliance with the insurance requirements in the form of certificates and/or letters of verification may be requested by the Lessor at any time.

ARTICLE IV

DEFAULT AND ENFORCEMENT

Section 4.1 Default Defined

Each of the following shall be deemed a default by the Tenant and a breach of this lease:

- (a) Failure to pay the rent provided herein, or any part thereof, for a period of ten (10) days after it is due.
- (c) Failure to provide and maintain in effect insurance in compliance with Section 3.3.
- (d) Failure to do, observe, keep and perform any other term, covenant, condition, agreement or provision contained in this lease for a period of thirty (30) days after written notice of such failure is sent by Lessor, or, in the case of a default not reasonably susceptible of being cured within thirty (30) days (which does not include any default which may be cured by the payment of money), failure to commence promptly and proceed diligently and in good faith to cure within a total of sixty (60) days after the sending of the notice.

Section 4.2 Lessor Remedies on Default

In the event of any default by the Tenant, the Lessor may:

- (a) Terminate this lease in accordance with Section 5.3, below,
- (b) Perform any act required hereunder to be performed by the Tenant and recover the cost thereof as provided in Section 5.4, below,

Section 4.3 Termination

In the event of default by the Tenant, Lessor may send a written notice to the Tenant stating that the Lessor elects to terminate this lease upon a specified date not less than thirty (30) days after the date of the sending of such notice at which date this lease shall expire as if that date had been originally fixed as the expiration date of the term unless the default is cured within the applicable period provided in the notice of termination. Upon termination, all interest of the Tenant in the Property shall expire and Lessor shall have the right to immediate possession.

ARTICLE V

GENERAL COVENANTS

Section 5.1 Condition and Status of Premises

Tenant acknowledges that Tenant has examined the Property and accepts same in its present

