

COUNCIL ACTION FORM

SUBJECT: **PARKING LEASE FOR WELCH LOT T**

BACKGROUND:

On May 23, 2017, City Council approved a one-year extension to the lease of the lot located at 209 (known as the Welch Avenue Campustown Lot T) which is owned by Pizza Pit. Welch Lot T contains 29 spaces including ten rented and 19 metered spaces. The City receives revenue from this lot through 1) the leasing of the rental spaces and 2) from the coin revenue from the meters. **The current lease will expire at the end of May 2018.**

Campustown Action Association (CAA) supports keeping the agreement for Welch Lot T because it is used annually for several special events sponsored by CAA. It is also one of the few public parking areas in Campustown.

The annual lease will be **\$15,142.05** and the City pays for 44.9% of the annual property taxes, which is estimated to be **\$8,294.83**. The expense will come from the City's Parking Fund. **The rental and meter fees will be adjusted accordingly when the new rates go into effect July 1, 2018.**

It was previously directed by City Council that the City approve one-year extensions keeping all terms the same until the effect of the parking rate changes in Campustown have been implemented. Staff will revisit continuing this lease agreement after the rate changes have been in effect for this coming year.

ALTERNATIVES:

1. Approve a 1-year lease extension for the Welch Parking Lot T at the rate of \$15,142.05 per year, and for 44.9% of the annual property taxes, with financing from the City's Parking Fund. The lease would expire in May 2019.
2. Do not approve a lease extension.

MANAGER'S RECOMMENDED ACTION:

The leasing of Lot T has led to the public being accustomed to the availability of these spaces. The lot has also been used for several special events during the year. Staff is currently working at City Council's direction to implement significant parking rate changes in the Campustown and Downtown areas. Thus, staff will revisit continuing this lease agreement after the rate changes have been in effect for this coming year.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, as noted above.



Campustown City Owned Parking



Scale:
Date Saved: 5/17/2012

