

City Council – Action Request Form

Date: May 11, 2020

To: Mayor, Mayor Pro Tempore, and Members of City Council

From: Evan Raleigh, Assistant City Manager

Council Action Requested:

Resolution Authorizing Payment Deferral on Certain City-Held Lease Agreements

Strategic Focus Area: Economic Vitality and Diversity

Strategic Objective: No

Strategic Plan Action Item: No

Key Work Item: No



Summary of Information:

The Coronavirus pandemic has placed an unprecedented strain on the national and global economies and has created significant hardships for both families and businesses all across the world. In an effort to alleviate financial hardships that may arise during this time, this resolution authorizes the deferral of lease payments for commercial entities that hold leases with the City. Should this item be approved by the Mayor and City Council, the option to defer lease payments for a six-month period will be extended to all commercial entities that have current leases with the City. For entities that choose to accept the deferral option, the balance of the deferred lease payments will be spread equally over the remaining term of the lease. Leaseholders must be current on their lease payments as of March 2020 and must not be in a month-to-month lease arrangement to qualify for the lease payment deferral option. A list of entities that qualify for the deferral option based upon the aforementioned criteria and their respective lease payments can be found in the attached Exhibit A. Should all entities currently eligible for lease payment deferral exercise that option, the cumulative total of deferred lease payments is approximately \$1.3 million.

Committee Action:

Committee	<u>Finance 5/11/2020</u>	Action	<u>Approval</u>
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For	<u>Unanimous</u>	Against	<u></u>
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Remarks: