

January 31, 2012



## City Council Committee Report

**To: Mayor & Council**

**Fr: John Nabb, Facilities Coordinator**

**Re: Keewatin Public Works Lease (K C Refrigeration Unit # C)**

### **Recommendation:**

That the Council of the Corporation of the City of Kenora gives three readings to a by-law to authorize the execution of a lease agreement between the City of Kenora and K C Refrigeration to December 31, 2013 for land described as Keewatin Public Works Garage Part 1, PLC126 Plan 23RR6726, 23R4158; Unit C; and further

That the Mayor and Clerk be authorized to enter into the agreement of an extension to the lease agreement.

### **Background:**

On January 16, 2010, Council passed the following Bylaw 35-2010: to enter into a lease agreement with K C Refrigeration for the use of the premises known as the Keewatin Public Works Garage Unit C. This lease agreement provided for a one year extension and as such the tenant did submit a request to extend for a further year to December 31, 2011, however this is now a new lease arrangement.

The lessee has indicated they wish to continue on the same basis with the lease for another one year period and I have received copies of the signed agreement from the lessee for the term January 1, 2012 to December 31, 2013. The lease renewal (net amount) provides for an annual 3% escalation clause as follows:

January 1st 2012 to December 31 2012 - \$6,365.00 plus applicable taxes

January 1st 2013 to December 31 2013 - \$6,555.00 plus applicable taxes

**Budget: N/A**

### **Communication Plan/Notice By-law Requirements:**

Notice by agenda of Operations Committee, Council, City Clerk, Finance and Facilities Dept