

## **DISCUSSION CALENDAR**

- 10 CITY OF RIVERSIDE COMMERCIAL LEASE AGREEMENT, 4.2 ACRES VACANT LAND – E. STREET, SOUTH OF ORANGE SHOW ROAD, SAN BERNARDINO, CALIFORNIA, WITH DRIVETIME CAR SALES COMPANY, LLC, FOR \$832,000 IN REVENUE FOR THE FIVE YEAR INITIAL TERM

Deputy General Manager Kevin Milligan gave a presentation providing background information of the 4.2 acre parcel of vacant land in San Bernardino; DriveTime Car Sales Company; and, the Ground Lease terms and benefits to RPU and City of San Bernardino.

Following discussion, the Board of Public Utilities recommended that the City Council:

1. Approve the City of Riverside Commercial Lease Agreement for 4.2 Acres of Vacant Land – E Street, South of Orange Show Road, San Bernardino, California, with DriveTime Car Sales Company, LLC, for an initial term of 5 years and \$832,000 in rental revenue to the Water Utility;
2. Authorize the City Manager, or his designee, to execute the City of Riverside Commercial Lease Agreement for 4.2 Acres of Vacant Land – E Street, South of Orange Show Road, San Bernardino, California, with DriveTime Car Sales Company, LLC, and all necessary documents, including making minor non-substantive changes to those documents; and
3. Authorize the City Manager, or his designee, to execute each of the four 5-year extensions to the lease, in accord with the terms of the lease.

Motion – Cole. Second – Walcker.

Ayes: Austin, Cole, Crohn, Foust, O’Farrell, Sanchez-Monville, and Walcker.

Absent: Scott-Coe (absence due to vacation – to be excused at 01/23/2017 meeting)