



Legislation Details (With Text)

**File #:** 44915      **Version:** 1      **Name:** 2385 1st Amend Lease Mendota Rowing Club Hoover Boat House 622 E Gorham

**Type:** Resolution      **Status:** Passed

**File created:** 10/24/2016      **In control:** BOARD OF ESTIMATES (ended 4/2017)

**On agenda:** 12/6/2016      **Final action:** 12/6/2016

**Enactment date:** 12/9/2016      **Enactment #:** RES-16-00886

**Title:** Authorizing the execution of a First Amendment to the Lease to Mendota Rowing Club, Inc. for the Leased Premises, including the Hoover Boat House, located at 622 East Gorham Street.

**Sponsors:** Ledell Zellers

**Indexes:**

**Code sections:**

**Attachments:** 1. 2385 - Resolution 1st Amendment - Ex. Bpdf.pdf, 2. 2385 - Original Resolution - Adoptedpdf.pdf

Date	Ver.	Action By	Action	Result
12/6/2016	1	COMMON COUNCIL	Adopt	Pass
11/28/2016	1	BOARD OF ESTIMATES (ended 4/2017)	RECOMMEND TO COUNCIL TO ADOPT - REPORT OF OFFICER	Pass
11/16/2016	1	BOARD OF PARK COMMISSIONERS	Return to Lead with the Recommendation for Approval	Pass
11/7/2016	1	PLAN COMMISSION	Return to Lead with the Recommendation for Approval	Pass
11/2/2016	1	BOARD OF ESTIMATES (ended 4/2017)	Refer	
11/2/2016	1	BOARD OF ESTIMATES (ended 4/2017)	Refer	
11/1/2016	1	COMMON COUNCIL	Refer	Pass
10/24/2016	1	Economic Development Division	Referred for Introduction	

**Fiscal Note**

The proposed resolution authorizes amending the lease with the Mendota Rowing Club. The Parks Division will install a heating system for the lessee at a cost of \$17,000, which will be recovered by the City over a 5 year period. After that period the rent will increase by \$700 a year for the next 5 years, and then by \$250 a year for the following 5 year period. The \$17,000 cost recovery and the subsequent rent increases (of \$700 and \$250) will be recognized in the Parks Operating Budget to recover the costs of installing the equipment.

**Title**

Authorizing the execution of a First Amendment to the Lease to Mendota Rowing Club, Inc. for the Leased Premises, including the Hoover Boat House, located at 622 East Gorham Street.

**Body**

WHEREAS, the City is the owner of certain property located at 622 E. Gorham Street in the City of Madison, Wisconsin, commonly known as James Madison Park and legally described on attached Exhibit A ("Property"); and

WHEREAS, the Property is improved with a building commonly known as the Hoover Boat House ("Building"); and

WHEREAS, the City and Lessee are parties to that certain Lease, dated April 11, 1997 (“Lease”), whereby the Lessee leases the Building; and

WHEREAS, the initial term of the Lease was for the period of April 1, 1996 through March 31, 2011; and pursuant to First Notice of Lease Renewal, dated March 15, 2011, the Lease was renewed for the period commencing on April 1, 2011 and expiring on March 31, 2016; and pursuant to Second Notice of Lease Renewal, the Lease was renewed for the period commencing on April 1, 2016 and scheduled to expire on March 31, 2021 (“Second Renewal Term”); and

WHEREAS, the City has agreed to install heat in the Building and the Lessee will pay for the cost of said work, which cost will be recovered by the City over a five (5)-year time period; and

WHEREAS, the City and Lessee have agree to extend the Second Renewal Term for an additional one (1)-year period to allow for the aforementioned five (5)-year repayment period and to amend the Lease to include two (2) renewal options of five (5) years each.

NOW, THEREFORE, BE IT RESOLVED that the Mayor and City Clerk are authorized to execute a First Amendment to the Lease with Mendota Rowing Club, Inc., the key terms of which are as follows:

1. The Second Renewal Term shall be extended for one (1) year such that said term shall now run for the period commencing on April 1, 2016 and expiring on March 31, 2011 (hereinafter, the “Extended Second Renewal Term”).
2. The “Renewal” provision of the Lease shall be amended to provide that, upon the mutual agreement of the parties, the Lease may be renewed for two (2) additional five (5)-year terms (the “Third Renewal Term” and the “Fourth Renewal Term,” respectively) following the expiration of the Extended Second Renewal Term, with annual rent payable at the rates set forth in the rent schedule attached as Exhibit B.
3. Subparagraph 5.a. of the “Rent” provision of the Lease shall be deleted in its entirety and replaced with the following language: *During the period from April 1, 2017 through March 31, 2022, the Lessee shall also pay to the City, in addition to the rent described below, the amount of \$17,000 as “Additional Rent,” which Additional Rent represents the cost incurred by the City for adding a heating system to the Building at the Lessee’s request. The Additional Rent shall be amortized over said five (5) year period and the Lessee shall pay the Additional Rent to the City in equal annual payments beginning on April 1, 2017, as detailed in Exhibit B.*
4. The rent schedule set forth in Subparagraph 5.b. of the “Rent” provision of the Lease shall be deleted in its entirety and replaced with the rent schedule set forth in Exhibit B.
5. Paragraph 6 of the Lease, “Reimbursement Upon Termination” shall be deleted.
6. The “Notices” provision of the Lease shall be updated with the parties’ current mailing addresses as follows:

For the City:

City of Madison  
Economic Development Division  
Office of Real Estate Services  
P. O. Box 2983  
Madison, WI 53701-2983

With a courtesy copy to:  
(which shall not constitute notice)

City of Madison Parks Division  
City-County Building, Room 104  
210 Martin Luther King, Jr. Blvd.

Madison, WI 53703

For the Lessee:

Mendota Rowing Club, Inc.  
Attn.: Club President  
P. O. Box 646  
Madison, WI 53701-0646

7. The "Non-Discrimination in Employment" provision of the Lease shall be updated to read as follows in its entirety:

Non-Discrimination. In the performance of its obligations under this Lease, the Lessee agrees not to discriminate because of race, religion, marital status, age, color, sex, disability, national origin or ancestry, income level or source of income, arrest record or conviction record, less than honorable discharge, physical appearance, sexual orientation, gender identity, political beliefs or student status. The Lessee further agrees not to discriminate against any contractor, subcontractor or person who offers to contract or subcontract for services under this Lease because of race, religion, color, age, disability, sex, sexual orientation, gender identity or national origin.

8. The "Accessibility" provision of the Lease shall be updated to read as follows in its entirety:

Accessibility. During the Extended Second Renewal Term, and during the Third Renewal Term and Fourth Renewal Term, if applicable, it shall be the Lessee's responsibility and obligation to, at its expense, operate and maintain the Building in accordance, where applicable, with Chapter SPS 361.05 of the Wisconsin Administrative Code, Madison General Ordinances Section 39.05, and the Americans with Disabilities Act, regarding accessibility.

9. All other provisions of the Lease shall remain unchanged and in full force and effect.

BE IT FURTHER RESOLVED that the Mayor and City Clerk are hereby authorized to execute the First Amendment to the Lease and all additional documents that may be required to complete this transaction.

## EXHIBIT A

### Legal Description of the Property

A portion of Lots 4 and 5, Block 260, Original Plat, located in the SW 1/4 and the NW 1/4 of Section 13, T7N, R9E, City of Madison, Dane County, Wisconsin, described as follows:

All of Lot 4, except the Southeast 94.0 feet of the Northeast 7.0 feet thereof and except the Southwest 59.0 feet of the Southeast 91.6 feet thereof; and, the Southwest 23.0 feet of the Southwest 1/2 of Lot 5, except the Southeast 94.0 feet thereof.