

**CITY COUNCIL
COMMUNICATION:**

03-415

AGENDA:

AUGUST 25, 2003

SUBJECT:

LEASE AGREEMENT
WITH CENTRAL
IOWA HEATING

TYPE:

RESOLUTION
ORDINANCE
RECEIVE/FILE

SUBMITTED BY:

DONALD TRIPP
PARK AND
RECREATION
DIRECTOR

ITEM _____

**OFFICE OF THE CITY MANAGER
CITY OF DES MOINES, IOWA**

SYNOPSIS —

Central Iowa Heating is interested in leasing City-owned property south of their business located at 204 SW 2nd Street. The property would be used for additional parking for the business. A month-to-month lease has been prepared. Leasing the property to Central Iowa Heating not only provides additional parking for the business, but Central Iowa Heating will become responsible for the maintenance of the property. The City Properties Administrator has reviewed the request and recommends approval of the lease agreement.

FISCAL IMPACT —

The lease rate is \$200 monthly and Central Iowa Heating will maintain surrounding City property.

RECOMMENDATION —

Approval.

BACKGROUND —

The City currently does not have a need for this property. Central Iowa Heating has agreed to provide the required maintenance on the property.

The property was acquired as part of the Martin Luther King, Jr. Parkway (MLK) Project. Once the leased property is declared excess, Central Iowa Heating is interested in purchasing the property.

