

~DISCUSS, CONSIDER AND/OR APPROVE THE FACILITY USE AGREEMENT AND DEED MODIFICATIONS FOR THE SERVICE CENTER/USO



EXECUTIVE SUMMARY

BACKGROUND:

The City was deeded the Service Center/USO Building on May 19, 2009. The deed contains restrictions such that the City may not rent out any parts of the facility for private use (i.e. weddings, birthday parties, baby shower, prom). The City wishes to amend the deed to allow for other uses. The funds will be used to maintain the Service Center/USO. The deed currently provides for reasonable charges of fees to cover cost of utilities, cleaning, maintenance, security, etc.

Update:

September 8, 2020 - Staff met with Council in a workshop setting to discuss the facility use agreement. There was concern that the rates set might be lower than the non-profits in town. Staff researched and the proposed rates are higher than the non-profits.

October 23, 2020 - The City also met with John S. Runnels III to discuss the deed modification and the facility use agreement.

December 7, 2020- John S. Runnels III confirmed his approval of the proposed deed modifications. Other family members will also need to approve.

FINANCIAL IMPLICATIONS: Additional Revenue in General Fund to maintain the USO (dollars can be restricted for purpose)

IMPACT ON COMMUNITY SUSTAINABILITY: The USO provides a venue to support various organizations for meetings and large functions. The City recognizes the original function, however opening it up for other private or commercial use will help sustain and preserve this landmark and community asset.

RECOMMENDATION: Staff recommends City Council approve the deed modifications as and the facility use agreement.

ATTACHMENTS: Deed; Facility Use Agreement