

Staff Report

TO: City Council

FROM: Todd Parton, City Manager

DATE November 16, 2021

SUBJECT: Approve a Non-Exclusive Lease Agreement with Freedom in Christ Church to Lease the City-owned Property Located at 500 Grace Avenue

Background and Analysis:

The City of Beaumont owns the property located at 500 Grace Avenue, including Assessor Parcel Numbers 417-065-002; 417-064-004; and 417-064-005. The property sits on three parcels and includes a total of 0.80 acres of land, with a 5,000 square foot. building and two separate parking lots.

Freedom in Christ Church (FiCC) first occupied the building in February 2015 and verbally agreed to pay a monthly rental amount of \$2,500 and payment of all utilities, alarm services, and Internet services. All payments have been made thus far as agreed upon and in a timely manner.

The attached non-exclusive lease agreement has been drafted for City Council review in an effort to formalize the relationship with FiCC and outline terms for their occupancy of the building going forward.

The terms of the agreement include the monthly amounts listed above, as well as an initial term of three months, with month-to-month extensions approved by the City Manager thereafter until December 31, 2022. Any extension past December 31, 2022, will require approval by City Council.

Fiscal Impact:

There is a positive fiscal impact with this agreement in the amount of \$30,000 in revenue annually. City staff estimates the costs to prepare this report to be \$590.

Recommended Action:

Approval of the non-exclusive lease agreement with Freedom in Christ Church and authorize the City Manager to execute the agreement on behalf of the City of Beaumont.