



STAFF REPORT

MEETING DATE: October 9, 2024

PRESENTER: Theresa Johnson, Community Services Director

SUBJECT: Amendment to the Agriculture Lease Agreement Between the City of Kerman and Earl L. Giacolini and Janice E. Giacolini (9.3 acres) (TJ)

RECOMMENDATION: Adopt Resolution Approving Amendment No. 2 to Agriculture Lease Agreement Between the City of Kerman and Earl L. Giacolini and Janice E. Giacolini (9.3 acres)

EXECUTIVE SUMMARY:

The lease agreement addresses 9.3 acres of property the City purchased in 2021 from Earl and Janice Giacolini, and was approved by the City Council on December 22, 2021. The property is located on the east portion of Hart Ranch Community Park. The Lessee is Earl and Janice Giacolini. After purchasing the property and while the park improvements are being developed, the City agreed to lease the 9.3 acres to Mr. and Mrs. Giacolini. Amendment No. 1 to the lease agreement was approved on November 8, 2023, and expired on September 30, 2024.

Amendment No. 2 will extend the terms of the lease for one year commencing October 9, 2024. Staff met with Mr. Giacolini on September 25, 2024, and he is in agreement with the renewal terms.

A copy of Amendment No. 2 is attached as **Exhibit 'A'** to the proposed resolution. The conditions of the lease are \$630 per acre for rent for 5.8 farmable acres. The term of the amendment is for a commencing on October 9, 2024, and terminating on September 30, 2025.

FISCAL IMPACT:

Rental income to the City is \$3,654 for the extended term.

ATTACHMENTS:

A. Resolution w/Exhibit