



STAFF REPORT

MEETING DATE: November 8, 2023

PRESENTER: Theresa Johnson, Community Services Director

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

RECOMMENDATION: Council by motion adopt resolution approving Amendment No. 1 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. That lease agreement expires on November 30, 2023.

Amendment No. 1 will extend the terms of the lease for one year commencing December 1, 2023, and modify the farmable acreage to 5.8 acres. Staff met with Mr. Giacolini on October 31, 2023, and he is in agreement with the renewal terms including.

A copy of Amendment No. 1 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 an extension commencing on December 1, 2023, and terminating on September 30, 2024.

FISCAL IMPACT:

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

ATTACHMENTS:

A. Resolution w/Exhibit