



CITY OF MARSHALL AGENDA ITEM REPORT

Meeting Date:	Tuesday, December 14, 2021
Category:	NEW BUSINESS
Type:	ACTION
Subject:	Consider Approval of Ralco Storage Building Lease Agreement Early Termination
Background Information:	<p>Previous agreements/amendments between the City of Marshall and Ralco were to purchase the Ralco 8th Street Storage Building while leasing a portion of the building until final payment from the City of Marshall as stipulated in the agreement. A 2019 agreement terminated the purchase and stipulated the lease arrangements through 2022.</p> <p>The City received a request to vacate the Ralco 8th Street Storage Building early. Since the City has acquired other storage, and has as of December 1, 2021, vacated the Ralco 8th Street Storage Bldg., the request by Ralco is possible.</p>
Fiscal Impact:	\$52,000 refund revenue to the City based on the value of the 2019 lease agreement.
Alternative/ Variations:	None
Recommendations:	Approve the early termination of the 2019 Ralco Storage Building Lease Agreement between the City of Marshall and Knochenmus Enterprises LLC via the Lease Agreement Cancellation Notice, effective November 30, 2021 and authorize signatures.