## aganda

## CITY OF PORT LAVACA

#7

**PORT COMMISSION MEETING: MAY 4, 2021** 

DATE:

4.28.2021

TO:

PORT COMMISSION

CC:

JIM RUDELLAT, HARBOR MASTER

FROM:

JODY WEAVER, INTERIM CITY MANAGER

**SUBJECT:** 

BIG BEAR 2-YR OPTION TO EXTEND LEASE OF SLIP CH1/ADJACENT LAND AND

**BUILDINGS** 

As reported at the March Port Commission meeting, Big Bear Shrimp & Seafood, LLC submitted their request to exercise their one two (2) year option to extend the lease to June 30, 2023.

There was some discussion at the March Port Commission meeting that there had been some discussion with Mark Dietzel of Big Bear about increasing his rent from \$300/month to \$500/month when the agreement was made to permit the installation of the generator and CenterPoint gas main. I did contact Mark and asked him about this. Mark does not recall any discussion of increasing the rent. I did listen to the recording of the Port Commission meeting in January 2020 when approval of the gas line was provided and there was no discussion of amending the rental rate.

The current lease does state that the rent covers "Slip CH1 and adjacent land and buildings." For consideration, Mr. Dietzel did pay \$700 to Centerpoint Energy for the gas line, which is now a permanent improvement to the slip. The current lease document does allow for a single 2-year extension of this lease with written notice from Big Bear to the City within 60 days of the expiration date of June 30, 2021, which has been met.

My recommendation is to accept the location of the generator as part of the leased Slip CH1 space and more carefully describe the limits of the lease in a new lease document to be executed beginning July 1, 2023.

Note Effective July 1, 2021 the rental rate of \$300 will be adjusted by the most current Municipal Cost Index published at that time. An MCI adjustment will also be made effective July 1, 2022.





## Always There.®

**Business Process Organization** PO Box 2883 Houston, TX 77252-2883 Fax (713) 945-7033

CUSTOMER INFORMATION:

Mark Deitzel 807 Fulton St.

Port Lavaca, TX 77979

Remit to:

**Business Process Organization** PO Box 2883 Houston, TX 77252-2883 Fax (713) 945-7033

**DATE: JANUARY 21, 2020** 

FOR:

INSTALL SERVICE LINE: 807 FULTON ST., PORT LAVACA, TX

actual work address

Address is I Las Brisas A

Port lawace TX 77979

DESCRIPTION FOR WORK ORDER	WORK ORDER NUMBER	AMOUNT
Install 300' of 1" PLA service line at 807 Fulton St., Port Lavaca, TX	92784015	\$700.00
300' less 100' allowable = 200' @ 3.50/ft = \$700.00		
*		

BIG BEAR SHRIMP & SEAFOOD LLC 3/12 TERRI DIETZEL

MARK DIETZEL

2241 HWY 35 N PORT LAVACA, TX 77979

361-553-8091 OR 361-648-4521

PAY to the

4819

88-8745/3131

Bollars

CAL-COM FEDERAL CREDIT UNION
PORT LAVACA, TX 77979 • VICTORIA, TX 77901
P.O. BOX 1005 • PORT LAVACA, TX 77979
361-552-7476



**NOT NEGOTIABLE**