
CITY OF PORT LAVACA

MEETING: OCTOBER 15, 2024 **AGENDA ITEM** ____

DATE: 10.14.2024

TO: PORT COMMISSION BOARD MEMBERS CC: JIM RUDELLAT, HARBOR MASTER

FROM: JODY WEAVER, INTERIM CITY MANAGER

SUBJECT: **TRACT 3 LEASE**

The current lease of Tract 3 in HOR to Encore Dredging will expire on November 30, 2024. As of the latest MCI increase effective October 1, 2024, they are currently paying \$3,076.68/month for this 4.3 acre tract, which includes a metal building. The tract has adjacent access to 463.15 LF of public dock, although currently most of this length is unavailable due to the barge being placed there.

In previous leases of this tract, the monthly dockage fee was charged in lieu of daily dockage rates with the agreement that this monthly rate privilege could be revoked at anytime if any issues of conflict arose with other vessels paying a daily rate. The Port Commission needs to discuss whether this offer is to continue once the barge is moved.

We have received the following communication from Encore. The previous lease was for One year with a One-Year option (which was taken).

From: Hillary Franke <hfranke@encoredp.com>
Sent: Friday, October 11, 2024 12:07 PM
To: Rachel Garza <rgarza@portlavaca.org>
Cc: Jim Rudellat <jrudellat@portlavaca.org>; Mark Slider <mslider@encoredp.com>
Subject: RE: Request for new lease agreement / HOR Tract 3

Good afternoon,
Encore Dredging Partners (Inland Dredging Company) would like to request a new lease agreement for Harbor of Refuge - Tract 3.
We understand the new rates need to be negotiations and we are open to longer leasing terms that we currently have.

Would you please coordinate a meeting at your convenience where we can discuss these items?

Thanks,
Hillary Franke
O: 713.913.7210 x 1311
C: 361.676.8644