

## **AGENDA MEMO**

## Business of the City Council City of Sweeny, Texas

| Meeting Date                 | 02/20/2024                                                                                      | Agenda Item  |                |
|------------------------------|-------------------------------------------------------------------------------------------------|--------------|----------------|
| Approved by<br>City Manager  |                                                                                                 | Presenter(s) | City Manager   |
| Reviewed by<br>City Attorney |                                                                                                 | Department   | Administration |
| Subject                      | Discussion and possible action on the lease agreement with Union Pacific for Right of Way usage |              |                |
| Attachments                  | Current Lease, Schematic, Newly Presented Lease                                                 |              |                |
| Financial<br>Information     | Expenditure Required:                                                                           |              | \$5,000.00     |
|                              | Amount Budgeted:                                                                                |              | -              |
|                              | Account Number:                                                                                 |              | -              |
|                              | Additional Appropriation Required:                                                              |              |                |
|                              | Additional Account Number:                                                                      |              |                |

## **Executive Summary**

Previous agreement was for a term of 20 years beginning June 30, 2004.

Current Lease expiring this year--- Article III Rent: As consideration for this agreement Lessee agrees to mow and/or maintain vegetation control as well as remove all trash and debris in accordance with any and all current and future ordinances or other legal requirements on the Premises, and should said City limits change, so shall the working of this provision change accordingly.

Union Pacific no longer enters into long term leases, but can offer to continue to lease the property on a year to year basis with automatic renewals. However, they will charge their standard rent of \$5,000.00 ANNUALLY.

If the City decides not to continue to lease the property, the site will need to be cleared and returned to good condition. This would encompass the southern portion of Gazebo Park, spanning form Pecan to Main Street.

|                    | Recommended Action |  |
|--------------------|--------------------|--|
| Council discretion |                    |  |