



City of Grand Island

Tuesday, July 13, 2021

Council Session

Item G-10

#2021-163 - Approving Sub-Lease Agreement Renewal with Senior Citizen Industries, Inc. for Occupancy of Transit Services Office Facility

Staff Contact: John Collins, P.E. - Public Works Director

Council Agenda Memo

From: Charley Falmlen, Transit Program Manager

Meeting: July 13, 2021

Subject: Approving Sub-Lease Agreement Renewal with Senior Citizen Industries, Inc. for Occupancy of Transit Services Office Facility

Presenter(s): John Collins PE, Public Works Director

Background

On June 25, 2019, via Resolution No. 2019-197, Grand Island City Council approved an agreement between the City and Senior Citizens Industries, Inc. for the provision of Public Transit Services. Rates of the agreement are as follows:

- July 1, 2020- June 30, 2021 = \$718,129.57 maximum annual rate
- July 1, 2021- June 30, 2022 = \$739,673.46 maximum annual rate
- July 1, 2022- June 30, 2023 = \$761,863.66 maximum annual rate
- July 1, 2023- June 30, 2024 = \$784,719.57 maximum annual rate

The City has the option of renewing the agreement on an annual basis for a two (2) year period, at which time proposals will be solicited.

As of July 1, 2016 the City of Grand Island assumed management of the transit service.

In order to facilitate the City's transit program in an efficient manner, a location was selected to house both City staff and the service provider. On July 10, 2018, via Resolution No. 2018-208, City Council approved a lease agreement between the City and Mid-Country Trading, LLC for office space located at 1016 Diers Avenue, Suite 119, Grand Island, Nebraska.

Discussion

An original lease agreement renewal is being presented at tonight's council meeting. The City of Grand Island is renewing a lease, and subsequent sub-lease renewal at the request of the Federal Transit Administration (FTA.) Assigning the lease to the City's contracted transit service provider, allows the funding to flow through an already assigned operating award.

The proposed sub-lease renewal agreement between the City of Grand Island and Senior Citizens Industries, Inc. is for occupancy of the office space located at 1016 Diers Avenue, Suite 119, Grand Island, Nebraska. The term of this lease would be from August 1, 2021 to July 31, 2024. The annual cost of such sub-lease is \$40,000.00, which equates to monthly rental of \$3,333.34.

Alternatives

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

1. Move to approve
2. Refer the issue to a Committee
3. Postpone the issue to future date
4. Take no action on the issue

Recommendation

City Administration recommends that the Council approve the sub-lease agreement renewal with Senior Citizen Industries, Inc. for occupancy of office space located at 1016 Diers Avenue, Suite 119, Grand Island, Nebraska.

Sample Motion

Move to approve the resolution.

RESOLUTION 2021-163

WHEREAS, on June 25, 2019, via Resolution No. 2019-197, Grand Island City Council approved an agreement between the City and Senior Citizens Industries, Inc. for the provision of Public Transit Services; and

WHEREAS, The City has the option of renewing the agreement on an annual basis for a two (2) year period, at which time proposals will be solicited; and

WHEREAS, as of July 1, 2016 the City of Grand Island assumed management of the transit service; and

WHEREAS, in order to facilitate the City's transit program in an efficient manner, a location was selected to house both City staff and the service provider; and

WHEREAS, on July 10, 2018, via Resolution No. 2018-208, City Council approved a lease agreement between the City and Mid-Country Trading, LLC for office space located at 1016 Diers Avenue, Suite 119, Grand Island, Nebraska; and

WHEREAS, the City of Grand Island is renewing a lease, and subsequent sub-lease renewal at the request of the Federal Transit Administration (FTA.) Assigning the lease to the City's contracted transit service provider, allows the funding to flow through an already assigned operating award; and

WHEREAS, the proposed sub-lease renewal agreement between the City of Grand Island and Senior Citizens Industries, Inc. is for occupancy of the office space located at 1016 Diers Avenue, Suite 119, Grand Island, Nebraska; and

WHEREAS, the term of this lease would be from August 1, 2021 to July 31, 2024, with the annual cost of such sub-lease at \$40,000.00, which equates to monthly rental of \$3,333.34.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the Mayor is hereby authorized and directed to sign the sub-lease agreement renewal with Senior Citizens Industries, Inc..

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Adopted by the City Council of the City of Grand Island, Nebraska, July 13, 2021.

Roger G. Steele, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
July 9, 2021	☐ City Attorney