



REPORT to the MAYOR and MEMBERS of the CITY COUNCIL
From the CITY MANAGER

DATE: May 23, 2023

SUBJECT: Resolution Approving the Execution of a Lease Agreement between the City of La Mesa and the La Mesa Community Welfare Association, Inc. for Premises Located at 8340 Lemon Avenue

ISSUING DEPARTMENT: City Manager's Office

SUMMARY:

Issues:

Should the City Council adopt a resolution approving the execution of a Lease Agreement between the City and the La Mesa Community Welfare Association, Inc. for premises located at 8340 Lemon Avenue?

Recommendation:

That City Council adopt a resolution approving the execution of a Lease Agreement between the City and La Mesa Community Welfare Association, Inc. for premises located at 8340 Lemon Avenue.

Fiscal Impact:

The La Mesa Community Welfare Association, Inc. shall pay rent to the City in the amount of \$25,000 per year payable on the first day of each year commencing on June 1, 2023, and on June 1st of each subsequent year. Rental payment is to be used for charitable purposes within the City of La Mesa.

City's Strategic Goals:

- Maintain a financially sound and affordable city government
- Continue to improve high quality municipal services
- Enhanced recreation and quality of life opportunities

BACKGROUND:

The La Mesa Community Welfare Association (LMCWA) is a not-for-profit organization who provides short-time emergency assistance services to individuals and/or families and supports area youth programs. To financially assist these causes, the LMCWA operates a Thrift Shop on City-owned property, located at 8340 Lemon Avenue.

Since 1964, the LMCWA has leased City-owned property, originally located at 8181 Orange Avenue. In 2018, the City and LMCWA entered into a five-year Lease Agreement for City-owned property located at 8340 Lemon Avenue (see Attachment A, Lease Agreement - Exhibit "A" Diagram of Leasehold Area for Vicinity Map).

DISCUSSION:

The current five-year Lease Agreement expires May 31, 2023. The LMCWA desires to enter into a new Lease Agreement (Attachment A). The proposed Lease Agreement is a five-year term with an annual rent payment of \$25,000. The annual rent payments will be used to financially support charitable purposes within the La Mesa community.

Previously, there was discussion to potentially redevelop the area. There are no current plans to redevelop the area during the next five-year period. However, if development were to occur, the Lease Agreement includes a termination for convenience provision that would allow the property to be vacated and developed.

CONCLUSION:

Staff recommends that the City Council adopt the attached resolution authorizing execution of a Lease Agreement between the City and the LMCWA for City-owned property located at 8340 Lemon Avenue, for the period beginning June 1, 2023 and ending May 31, 2028.

Reviewed by:



Greg Humora
City Manager

Respectfully submitted by:



Amanda Lee
Assistant City Manager

Attachments A: Lease Agreement
Attachments B: Resolution