

DEPARTMENT OF THE NAVY

NAVAL FACILITIES ENGINEERING COMMAND SOUTHEAST JACKSONVILLE, FL 32212-0030

IN REPLY REFER TO: 11011 Ser 467/OPDB December 7, 2012

Mr. Bob Vitas City Manager City of Key West P. O. Box 1409 Key West, FL 33040

DEC 1 0 2012

CITY MANAGER

Mr. Craig Cates Mayor City of Key West P. O. Box 1409 Key West, FL 33040

SUBJECT: SOLICITATION NUMBER N6945012RMOLE

Dear Mr. Vitas and Mr. Cates,

We are in receipt of your November 29, 2012 letter regarding the subject Sources Sought notice and thank you for your interest in the Outer Mole Pier. The Sources Sought notice was posted in contemplation of a competitive out-lease award, while your letter appears to request a non-competitive extension of the current lease based upon a public interest determination.

Pursuant to 10 USC 2667 (h)(2), the Navy can only award a non-competitive lease if the Secretary determines that— (A) a public interest will be served as a result of the lease; and (B) the use of competitive procedures for the selection of certain lessees is unobtainable or not compatible with the public benefit served under subparagraph (A).

The Navy does not intend to extend the current lease. Therefore, if the City wishes to request a non-competitive lease award under 10 USC 2667(h)(2), please submit detailed information describing the specific public interest(s) that would be served as a result of a new lease to the City and explain why a competitive procurement is not compatible with that public benefit. Of particular note, the City should explain why the public benefit could not be provided or served by another lessee. The City's information should include any quantifiable data associated with the proposed public benefit. An example of a public interest would be using lease proceeds

for a park, library, school or other public facility. Finally, the City's submission should include a tangible commitment to accomplishing the proposed public interest(s).

Please submit any response to the following addressee:

Naval Facilities Engineering Command Southeast Attn: Mr. Bob McDowell Real Estate Contracting Officer Box 30, Bldg 903 Naval Air Station Jacksonville, FL 32212-0030

Sincerely,

TIMOTHY T. YONCE

Asset Management Team Lead

South Atlantic IPT

Real Estate Contracting Officer

Cc: Commanding Officer, NAS Key West