




MEMORANDUM

Date: April 18, 2023

To: Honorable Mayor and Commissioners

Via: Albert P. Childress 
City Manager

From: Gary Moreira
Senior Property Manager

Subject: **Lease Extension Request 711 – 717 Eisenhower Drive, Parcel I City Owned Submerged Land Lease in Garrison Bight**

Introduction

This is a request to approve a lease extension amendment for the submerged land lease at 711 – 717 Eisenhower Drive, Parcel I, Key West, FL.

Background

The City of Key West entered into the submerged land lease for 711 – 717 Parcel I which commenced on June 1, 2020 and will expire on May 31, 2023. On February 2, 2022 interest in the lease was assigned to Garrison Bight SM, LLC along with 4 other related leases. Lessee is requesting an extension of term that will run concurrently with the term of Lessee's upland lease for 711 – 717 Eisenhower Drive which will expire on November 30, 2028.

Procurement

Demised Premises: A portion of Submerged Land Parcel I, containing 205 linear feet by 40 feet wide as shown in Exhibit A attached.

Term: June 1, 2023 through November 30, 2028.

Current Rent: \$3,690.79 per month, (\$44,289.48 annually).

Rent Increases: June 1, 2023 – Adjusted per CPI All Urban Consumers published nearest June 1, 2023.

Additional Rent: State excise tax.

Financial: The rental rate will be adjusted at the commencement of the extended term, June 1, 2023.

Recommendation

The use remains unchanged and will continue to be used for Marina purposes as deed requires. The City Manager's Office recommends the Mayor and Commission approve the resolution and execute the First Amendment to Lease extending the lease term.

Exhibits:
First Amendment to Lease
Exhibit A