



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 H
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 H, Key West, FL.

Background

The City of Key West entered into the submerged land lease for 711 – 717 Parcel I which commenced on September 1, 2019 and will expire on August 31, 2024. 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 H, containing approximately 19,874 square feet as shown in Exhibit A attached.

Term: August 31, 2024 through November 30, 2028.

Current Rent: \$1,076.51 per month, (\$12,918.12 annually).

Rent Increases: Annually through existing term and during extended term, every

September 1st – Adjustment according to CPI All Urban Consumers.

Additional Rent: State excise tax.

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 lease extension document.

Exhibits:

Second Amendment to Lease

Exhibit A