

AGENDA



Thursday, June 11, 2009

**Contract and Land Management
RECOMMENDATION FOR COUNCIL ACTION****Item No. 11**

Subject: Approve the negotiation and execution of a 6-month lease renewal for 30,000 square feet of warehouse space for evidence storage by the Austin Police Department, located at 921 Reinli, from GOLDSTAR INVESTMENTS LTD, Austin, TX., in an amount not to exceed \$63,000.

Amount and Source of Funding: Funding in the amount of \$35,000 is available in the Fiscal Year 2008-2009 Operating Budget of the Austin Police Department. Funding for the remaining contract period is contingent upon available funding in future budgets.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Dean Harris 974-7061; Ed Harris 974-5479; April Thedford 974-7141

Prior Council Action: March 3, 2004 – Council approved original lease agreement; November 30, 2006 – Council approved renewal of lease agreement; June 21, 2007 – Council approved renewal of lease agreement.

The City has occupied this storage space since 2004 and it is currently being used for evidence storage of seized 8-liner machines. The 6-month lease renewal allows for the orderly disposition of the 8-liner machines once all the cases have been adjudicated.

The current lease of 30,000 square feet expires June 14, 2009 and has a monthly cost of \$10,000 plus increases in property taxes and insurance. The renewal is at the same terms and conditions and would expire December 14, 2009. \$3,000 has been included in the requested authorization for estimated increases in property taxes and insurance.