

A G E N D A



Recommendation for Council Action (Real Estate)

Austin City Council	Item ID:	69617	Agenda Number	8.
Meeting Date:	April 20, 2017			
Department:	Office of Real Estate Services			
Subject				
<p>Authorize negotiation and execution of a 32-month lease renewal with Glenn and Britta M. Herzog for horse stable and arena facilities for the Austin Police Department, Mounted Patrol Unit, located at 8011 East Parmer Lane, Manor, Texas, for a total amount not to exceed \$144,000.</p>				
Amount and Source of Funding				
<p>Funding in the amount of \$54,000 is available in the Fiscal Year 2016-2017 Operating Budget of the Austin Police Department. Funding for the remaining term is contingent upon available funding in future budgets.</p>				
Fiscal Note				
<p>A fiscal note is not required.</p>				
Purchasing Language:				
Prior Council Action:	<p>April 16, 1998 - Council approved lease; June 27, 2002 - Council approved lease renewal; January 12, 2006 - Council approved lease renewal; March 24, 2011 - Council approved lease renewal; March 1, 2012 - Council approved lease renewal; August 22, 2013 - Council approved lease renewal; April 23, 2015 - Council approved lease renewal.</p>			
For More Information:	<p>Lieutenant Dustin Lee, Austin Police Department, (512) 974-5795; Alice Thomas, Austin Police Department, (512) 974-5069; Lauraine Rizer, Office of Real Estate Services, (512) 974-7078; Megan Herron, Office of Real Estate Services, (512) 974-5649.</p>			
Boards and Commission Action:				
MBE / WBE:				
Related Items:				
Additional Backup Information				

The Austin Police Department's (APD) Mounted Patrol Unit has been housed at this facility since 1993. The current lease consists of a gross rental rate of \$4,500 per month, and the lease expires April 30, 2017. The facility includes 16 stalls, an arena, two round pens, a turn-out pasture, and a hay barn. Taxes, insurance, and utilities are included in the monthly rate.

The proposed 32-month lease renewal would commence May 1, 2017, and expire December 31, 2019. The lease expense would remain at \$4,500 per month, and the City would have the right to terminate the lease after 12 months with 120 days' advance written notice. This renewal will allow for continuation of current operations while the City completes construction of the City-owned facility at 11400 McAngus Road.

The land for the new city-owned facility was purchased in January 2011 and voter approved bond funds have been allocated for the design and construction. This project is currently nearing the end of design, with construction bids anticipated in late 2017, and construction completion anticipated in late 2019. Every effort will continue to be made to accelerate the completion of the construction process to ensure a timely transition to the new facility.

Lease Period	Rent per Month	Annual Total
05/01/2017 - 04/30/2018	\$4,500	\$54,000
05/01/2018 - 04/30/2019	\$4,500	\$54,000
05/01/2019 - 12/31/2019	\$4,500	\$36,000

Total Amount: \$144,000

The Strategic Facilities Governance Team has reviewed and approved this request.