

INFORMATION, TECHNOLOGY, AND GENERAL SERVICES COMMITTEE REPORT relative to a lease with Fleet Street for the use of West Valley Municipal Building parking lot space to operate a bicycle repair and refurbishment service.

Recommendation for Council action:

AUTHORIZE the Department of General Services (GSD) to negotiate and execute a new lease agreement with Fleet Street for the use of 2,500 square feet of the West Valley Municipal Building parking lot located at 19040 Vanowen Street to operate a nonprofit bicycle repair and refurbishment service, pursuant to the terms and conditions substantially as outlined in the GSD report to Council dated September 28, 2017.

Fiscal Impact Statement: The GSD reports that no revenue will be generated from this lease to the General Fund.

Community Impact Statement: None submitted.

SUMMARY

In the September 28, 2017, report to Council, GSD requests authority to execute a lease with Fleet Street for the use of West Valley Municipal Building parking lot space to operate a nonprofit bicycle repair and refurbishment service. The CAO reports the value of services that will be provided under this contract which will include the value of bike repairs and donations at \$150,000, dedicated staff at \$75,000, services by volunteer staff at \$105,000, and miscellaneous costs of \$12,000 for a total annual community benefit of \$342,000. The market value for the leased space is \$42,000. GSD reports that the proposed lease is consistent with the City's proposed Nonprofit Leasing Policy wherein the annual contributions in services from this nonprofit will significantly exceed the rental value of the space. At its meeting held September 28, 2017, the Municipal Facilities Committee (MFC) approved GSD's request.

At its meeting held October 10, 2017, the Information, Technology, and General Services Committee recommended that Council approve GSD's request to execute the proposed lease, as recommended by the MFC.

Respectfully Submitted,

INFORMATION, TECHNOLOGY, AND GENERAL SERVICES COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
RODRIGUEZ:	YES
BLUMENFIELD:	YES
O'FARRELL:	YES

jaw

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**