CITY OF HOLLYWOOD INTEROFFICE MEMORANDUM

TO: Mayor and Commissioners **DATE:** October 25, 2017

FROM: Alan Fallik

Acting City Attorney

SUBJECT: Proposed Lease Agreement with Community Enhancement Collaboration, Inc. ("CEC")

for the use of the Washington Park Service Center located at 5648 Wiley Street.

I have reviewed the above captioned agreement for form and legality. The general business terms and other significant provisions are as follows:

- 1) Department/Division involved Dept. of Development Services/Community Development Division
- 2) Type of Agreement Lease Agreement
- 3) Method of Procurement (RFP, bid, etc.) n/a
- 4) Term of Contract
 - a) initial five (5) years
 - b) renewals (if any) yes, for an additional five (5) year term
 - c) who exercises option to renew mutual option of the parties contingent upon City Commission approval and the CEC's Board of Director's approval.
- 5) Contract Amount Rental amount of \$1.00 per year in advance.
- 6) Termination rights Yes. Default provision is set forth in Paragraph 16. Notwithstanding the Default provisions, City may terminate the lease upon 30 days written notice if the composition or mission of CEC changes.
- 7) Indemnity/Insurance Requirements Yes.
- 8) Scope of Services CEC will use the premises solely for administrative use and to provide community service activities as set forth in Exhibit "A".
- 9) City's prior experience with Vendor (if any) Yes.

Term Sheet continued (CEC Lease Agreement)

10) Other significant provisions – (a) For any year in which the City is required to pay property taxes due to the leasing of the property, CEC shall pay to the City, as additional rent, the amount of such property taxes; (b) City is responsible for housekeeping, grounds keeping and routine maintenance necessary to operate the facility; and (c) CEC shall be responsible for utilities, garbage/recycling service, and all other costs necessary to conduct activities/uses pursuant to Exhibit "A" and obtain all accounts for such services in CEC's name.

cc: Wazir A. Ishmael, Ph.D., City Manager