CITY OF VALDEZ, ALASKA

RESOLUTION #20-35

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, AUTHORIZING A LEASE AGREEMENT WITH THE VALDEZ MEDICAL CLINIC, LLC FOR A 4,137 SQUARE FOOT PORTION OF THE MARY KEVIN GILSON MEDICAL CENTER

WHEREAS, in 1995 the City of Valdez constructed the Mary K. Gilson Medical Center; and

WHEREAS, the City Council adopted Resolution #95-99 which authorized the Valdez Community Hospital to negotiate leases for the Mary. K Gilson Medical Center; and

WHEREAS, in 1996 the City Council adopted Resolution #96-95 amending Resolution #95-99 and authorizing the City Manager or their designee to negotiate leases for the Mary K. Gilson Medical Center with the conditions that the lease be for a medically related use, and that the City Council receive a report of the executed lease at the next regularly scheduled meeting; and

WHEREAS, the City of Valdez adopted Ordinance 19-08 requiring building leases to be authorized by resolution and authorizing the City Manager to negotiate said lease rate unless otherwise stated in the resolution; and

WHEREAS, the Valdez Medical Clinic, LLC leased a portion of the Mary K. Gilson Medical Center for operation of medical facilities and that lease expired September 30, 2019; and

WHEREAS, the City Manager executed three temporary extensions to the lease and extension number three is set to expire June 30, 2020; and

WHEREAS, Valdez Medical Clinic, LLC wishes to continue to lease a portion of the Mary K. Gilson Medical Center for operation of medical facilities; and

WHEREAS, the City Manager and Valdez Medical Clinic, LLC engaged in negotiations to establish a new lease rental rate of \$1.96 per square foot; and

WHEREAS, the area the Valdez Medical Clinic desires to lease is 4,137.27 square feet, coming out to a monthly rental rate of \$8,109.04.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, that:

<u>Section 1.</u> Resolution #96-95 is hereby repealed and replaced with Resolution #20-35.

<u>Section 2.</u> The Valdez City Council authorizes the City Manager or their designee to execute a lease with the Valdez Medical Clinic, LLC for the Mary K. Gilson Medical Center.

<u>Section 3.</u> The Valdez Medical Clinic, LLC will lease a 4,137 square foot portion of the Mary K. Gilson Medical Center for a rate of \$1.96 per square foot.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, this 16th day of June, 2020.

CITY OF VALDEZ, ALASKA

Jeremy O'Neil, Mayor

ATTEST:

Sheri L. Pierce, MMC, City Clerk