

RESOLUTION NO. 2006-638

Adopted by the Sacramento City Council

August 29, 2006

SECOND AMENDMENT TO THE AGREEMENT FOR THE EXCLUSIVE RIGHTS TO NEGOTIATE A LEASE WITH MEL RAPTON HONDA, INC. FOR THE DEL PASO PARK PROJECT.

BACKGROUND

- A. The City leased 21± acres of Del Paso Park to the Sacramento Trapshooting Club since approximately 1915. The lease expired on September 30, 2004 and the Trapshooting Club operated on the premises under a month to month agreement until the lease was terminated on June 30, 2006.
- B. In 2002, the City Council directed staff to examine potential alternatives for the "highest and best" uses for the site that would offer a compatible and productive use of the property.
- C. In June 2004, the Sacramento City Council approved a resolution authorizing the City Manager's Office to enter into an exclusive rights to negotiate agreement for seven (7) months with Mel Rapon Honda for the lease at 3701 Fulton Ave.
- D. In September 2004, the Sacramento City Council approved a resolution authorizing the City Manager's Office to extend for twelve (12) months the exclusive rights to negotiate agreement with Mel Rapon Honda for the lease at 3701 Fulton Ave.
- E. In September 2005, the Sacramento City Council approved a resolution authorizing the City Manager's Office to extend for twelve (12) months the exclusive rights to negotiate agreement with Mel Rapon Honda for the lease at 3701 Fulton Ave.
- F. Sacramento and Rapon have made considerable progress in negotiating a lease, but they cannot complete negotiations before the ERN terminates at 5:00 p.m. on August 31, 2006. Both parties desire to extend the ERN by 12 months so that it will expire at 5:00 p.m. on August 31, 2007.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. The City Manager is authorized to execute the amendment for the Exclusive Right to Negotiate a Lease Agreement with Mel Rapon Honda, Inc. extending it for twelve (12) months.

Adopted by the City of Sacramento City Council on August 29, 2006 by the following vote:

Ayes: Councilmembers, Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, Waters, and Mayor Fargo.

Noes: None.

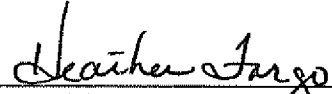
Abstain: None.

Absent: None.

Attest:



Shirley Concolino, City Clerk



Mayor, Heather Fargo