



Las Vegas

Agenda Item No.: 46.

AGENDA SUMMARY PAGE
CITY COUNCIL MEETING OF: AUGUST 21, 2013

DEPARTMENT: CITY MANAGER
DIRECTOR: ELIZABETH N. FRETWELL

☐ Consent ☒ Discussion

SUBJECT:
ADMINISTRATIVE:

ABEYANCE ITEM: Discussion for possible action regarding a Second Amendment to Nature Park Golf Course Water Provision Agreement and a Third Amendment to Nature Park Golf Course Lease and Management Agreement between the City of Las Vegas and Nature Park, Inc., to extend the existing lease of property located at 500 North Mojave Road, also known as Desert Pines Golf Course, APN's 139-36-501-003 and 139-36-601-001 (No immediate fiscal impact. Projected net present value cost impact is \$5.7M/15 year extension and \$13M net present value cost impact/25 year option) - Ward 3 (Contin)

Fiscal Impact

☐

No Impact

☐ Augmentation Required

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Budget Funds Available

Amount: \$5.7M-13M NPV (Beyond the remaining 35-year term)

Funding Source: Sanitation Enterprise Fund

Dept./Division: Public Works

PURPOSE/BACKGROUND:

The Walters Group is requesting an extension of their existing lease for 15-years, taking it back to the original 50-years. The 15-year extension of time will extend the existing lease and Water Provision Agreement through the year 2061. At the date of extension for the Water Provisions Agreement, September 10, 2046, the water rate will increase to a minimum of \$.95 per 1,000 gallons. If the cumulative CPI between now and September 11, 2046 results in a higher water rate, the higher rate will prevail. At the date of extension to the Golf Course lease, September 10, 2046, the base rent will increase to the greater of \$210,000 per year or 1.25% of the gross revenue. The Walters Group is also requesting an option to extend the lease and Water Provision Agreement for an additional 25 years. This item was held in Abeyance from the July 10, 2013 City Council Meeting.

RECOMMENDATION:

Staff recommends Denial

BACKUP DOCUMENTATION:

1. Second Amendment to Water Provision Agreement
2. Third Amendment to Nature Park Golf Course Lease and Management Agreement
3. City Manager Information Report No.:011.13
4. Disclosure of Principals
5. Attorney General Opinion
6. Submitted at Meeting - Final Second Amendment to Water Provision Agreement by Staff

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Motion made by BOB COFFIN to Approve

Passed For: 6; Against: 0; Abstain: 0; Did Not Vote: 0; Excused: 1

BOB COFFIN, RICKI Y. BARLOW, LOIS TARKANIAN, CAROLYN G. GOODMAN, STAVROS S. ANTHONY, STEVEN D. ROSS; (Against-None); (Abstain-None); (Did Not Vote-None); (Excused-BOB BEERS)

Minutes:

After trailing the item, CITY ATTORNEY FRANCES BIE verified that the appropriate documents had been executed and marked CHIEF DEPUTY CITY ATTORNEY TERRI PONTICELLO for her expeditious efforts.

