



## AGENDA MEMORANDUM

First Reading for the City Council Meeting of December 16, 2014  
Second Reading for the City Council Meeting of January 13, 2015

---

**DATE:** November 17, 2014

**TO:** Ronald L. Olson, City Manager

**THRU:** Susan K. Thorpe, Assistant City Manager of Safety, Health, and Neighborhoods  
sthorpe@cctexas.com  
(361) 826-3232

**FROM:** Peter Davidson, Marina Superintendent  
[peterd@cctexas.com](mailto:peterd@cctexas.com)  
(361) 826-3983

<b>Lease Extension with Landry's Seafood and Steak House</b>
--

### **CAPTION:**

Ordinance authorizing the City Manager, or this designee, to execute an extension to a five year lease agreement with Landry's Seafood and Steakhouse – Corpus Christi, Inc. ("Landry's") to operate a restaurant barge on People's Street T-Head with monthly payments of \$6,657.00 through 2016, \$7,056.00 through 2018, \$7,500.00 through 2019, OR 2.75% of monthly gross sales, whichever is greater.

### **PURPOSE:**

The purpose of this Agenda Item is to obtain authority to execute a five year extension to the current lease agreement with Landry's restaurant for continued operation at the City Marina.

### **BACKGROUND AND FINDINGS:**

The current five year lease agreement between the City of Corpus Christi and Landry's Seafood & Steak House – Corpus Christi, Inc. (Landry's) expires on December 31, 2014. They have requested an additional five year extension to the current lease and have worked with staff to develop a new escalated fee structure.

### **ALTERNATIVES:**

1. Authorize execution of the lease extension
2. Do not authorize execution of the lease extension

### **OTHER CONSIDERATIONS:**

As per City Charter, Article IX. Public Utilities, Franchises, and Leases, Section 3. Ordinance Granting Franchise or Lease, Part a. "Every ordinance granting, extending, or amending a franchise or lease of

property of the city shall be read at two regular meetings of the council, and shall not be finally acted upon until the twenty-eighth day after the first reading.” Therefore, the second reading of this item will be scheduled for the January 13, 2015 to comply with this requirement. The existing contract will be in force until the second reading of this item supersedes it.

**CONFORMITY TO CITY POLICY:**

Conforms to City of Corpus Christi statutes regarding lease agreements.

**EMERGENCY / NON-EMERGENCY:**

Not applicable

**DEPARTMENTAL CLEARANCES:**

Legal Department

**FINANCIAL IMPACT: Revenue Budget**

<b>Fiscal Year 2014-2015</b>	<b>Project to Date Expenditures (CIP only)</b>	<b>Current Year</b>	<b>Future Years</b>	<b>TOTALS</b>
Budget				
Encumbered / Expended Amount				
This item		79,884.00	339,228.00	419,112.00
Future Anticipated Expenditures This Project				
<b>BALANCE</b>		<b>79,884.00</b>	<b>339,228.00</b>	<b>419,112.00</b>

Fund(s): General Fund

**Comments:**

N/A

**RECOMMENDATION:**

Landry’s has proven to be a valuable tenant to the Marina and city staff recommends approval of a five year extension to the current lease with Landry’s.

**LIST OF SUPPORTING DOCUMENTS:**

Ordinance  
Lease Extension Agreement