| 1 2      | CITY OF HOMER<br>HOMER, ALASKA  |                          |
|----------|---|--------------------------|
| 3        |   | City Manager             |
| 4        | ORDINANCE 21-02   | j                        |
| 5        |   |                          |
| 6        | AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA,  |                          |
| 7        | AMENDING HOMER CITY CODE CHAPTER 18.08 CITY PROPERTY  |                          |
| 8        | LEASES, SECTIONS 18.08.010 DEFINITIONS AND 18.08.140  |                          |
| 9        | SUBLEASE.   |                          |
| 10       |   |                          |
| 11       | WHEREAS, An amendment to HCC code 18.08.140 Subleases and HCC 18.   | 08.010 should            |
| 12       | promote the purposes the City's leasing program provided in HCC 18.08.005; an   |                          |
| 13       |   |                          |
| 14       | WHEREAS, It is the intention of the Council that the amendment to   | Title 18 wil             |
| 15       | maximize the value of City lease property and promote fair and nondiscrin   | ninatory lease           |
| 16       | practices; and  |                          |
| 17       |   |                          |
| 18       | WHEREAS, HCC 1.04.055 & 1.04.065 state that amendment to City code sh   | all be enacted           |
| 19       | through Ordinance or other official act of the City Council.  |                          |
| 20       |   |                          |
| 21       | NOW, THEREFORE, The City of Homer Ordains:  |                          |
| 22       |   |                          |
| 23       | Section 1. Homer City Code 18.08.140 Sublease, is amended by repeali  | ng subsectior            |
| 24       | (d) lines to read as follows:   |                          |
| 25       |   |                          |
| 26       | 18.08.140 Sublease.   |                          |
| 27       | a. City property may be subleased if expressly permitted in the lease agreement   | approved in              |
| 28       | writing by Council.   |                          |
| 29       | b. Except as provided otherwise in the lease agreement, all subleases must be in  |                          |
| 30       | executed by the parties, and approved by Council after a recommendation is pr   | <del>ovided</del> by the |
| 31       | City Manager or their designee.   | topant                   |
| 32       | c. Approval must be granted prior to occupancy of the leased premises by a sub d. Lessee shall be assessed additional rent equal to at least 10 percent of the cu |                          |
| 33       | the subleased area upon approval of a sublease.   | <del>Hentrentior</del>   |
| 34       | <b>d</b> . Subleasing shall not be used to transfer substantially all of a leasehold intere   | ct                       |
| 35<br>36 | e. All subleases must comply with all applicable Federal, State, and local laws.  | 3t.                      |
| 37       | e. All subleases must comply with all applicable rederal, state, and local laws.  |                          |
| 38       | Section 2. Homer City Code 18.08.010 Definitions, is amended by adding the de   | finition for             |
| 39       | "sublease" to read as follows:  |                          |
| 40       |   |                          |
| 41       | 18.08.010Definitions.   |                          |
| 42       |   |                          |

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For the purpose of this chapter, the following words and phrases are defined as set forth in 43 this section: 44 "Applicant" means a person applying to lease or acquire an interest in City-owned real 45 property and includes bidders and proposers. 46 47 "Appraisal" means a valuation or estimation of value of property by an Alaska certified 48 general real estate appraiser or an otherwise qualified appraiser selected by the City 49 50 Manager. 51 "Assignment" means a transfer of a leasehold interest or rights to a leasehold interest, in its 52 entirety, in City-owned real property. 53 54 "City Manager" means the City of Homer Manager or his or her their designee. 55 56 "Fair market rent" means the rental income that a public or private property would most 57 likely command in the open market, indicated by the current rents paid for comparable 58 space as of the date of the appraisal. 59 60 "Irregularities" means deviations from the request for proposal that are not substantive in 61 nature and/or typographical or scrivener errors that do not impact the integrity or 62 responsiveness of the proposal. 63 64 "Long-term lease" means a written agreement granting exclusive possession or use of City-65 owned real property for more than one year. 66 67 "Short-term lease" means a written agreement granting exclusive possession or use of City-68 owned real property for one year or less. 69 70 "Sublease" means a leasing by a tenant or lessee of part or all of a leased premises to 71 another entity or entities with the original lessee retaining the rights and interest under 72 73 the original lease. 74 "Surveyor" means a registered professional land surveyor. 75 76 77 Section 3. This ordinance is of a permanent and general character and shall be included 78 in Homer City Code. 79 ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA, this 25th day of January, 2021. 80 81 82

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84 85 86 87 88 ATTEST: 89 90 91 MELISSA JACOBSEN, MMC, CITY CLERK 92 93 YES:6 94 NO: 0 95 ABSTAINO 96 ABSENT: 6 97 98 First Reading: | · | 1.2 | 99 Public Hearing: 1.25.21 100 Second Reading: 1.2 S.21 101 Effective Date: 1-26-21 102

CITY OF HOMER

KEN CASTNER, MAYOR

