REPORT TO COUNCIL
City of Sacramento

915 I Street, Sacramento, CA 95814-2604
www. CityofSacramento.org

CONSENT
May 22, 2007

Honorable Mayor and
Members of the City Council

Title: Parking Agreement: 1001 K Street

Location/Council District: 1001 K Street/Council District 1

Recommendation: Adopt a **Resolution** authorizing the City Manager to execute a parking agreement with Trancas Fund I, LP, Incorporated for 60 monthly parking permits at Capitol Garage, located at 11th and L Streets, at a rate of 120% of the prevailing monthly parking rate for a term of 10 years with two 5-year options.

Contact: Howard Chan, Parking Services Manager, 808-7488

Presenters: None

Department: Transportation

Division: Parking Services

Organization No: 3461

Description/Analysis

Issue: On November 30, 2006, Trancas Fund I, LP (Trancas) purchased the historic building at 1001 K Street from Tenkay Devco and is currently renovating it for office and ground floor retail space. Because 1001 K Street has no on-site parking, or the ability to add future on-site parking, Trancas would like to enter into parking agreement with the City for 60 monthly permits at nearby Capitol Garage to secure future tenants for its project.

Policy Considerations: This parking agreement supports the City of Sacramento Strategic Plan goal to expand economic development throughout the City.

Environmental Considerations: This project is exempt from the California Environmental Quality Act (CEQA) under Section 15301, "Operation of existing public structures or facilities involving no expansion of use."

Rationale for Recommendation: Trancas is currently renovating the building at 1001 K Street for office and retail space. To be able to secure future tenants, the building needs to have a convenient supply of long-term parking.

Financial Considerations: Permits issued under the parking agreement will be billed at 120% of the prevailing monthly parking rate. Based on current monthly parking fees, total revenue collected during the initial 10-year term of this agreement will be $1,555,200.

Emerging Small Business Development (ESBD): There are no ESBD considerations contemplated with the requested action.

Respectfully Submitted by: MATT EIDMAN FOR HOWARD CHAN

Howard Chan
Parking Services Manager

Approved by: Jerry Way

Jerry Way
Director of Transportation

Recommendation Approved:

RAY KERRIDGE
for City Manager

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RESOLUTION NO.

Adopted by the Sacramento City Council

APPROVING A PARKING AGREEMENT FOR 1001 K STREET

BACKGROUND

A. On November 30, 2006, Trancas Fund I, LP (Trancas) purchased the building at 1001 K Street from Tenkay Devco and is currently renovating it for office and ground floor retail space. Because 1001 K Street has no on-site parking, or the ability to add future on-site parking, Trancas would like to enter into parking agreement with the City for 60 monthly permits at nearby Capitol Garage to secure future tenants for its project.

B. Permits issued under the parking agreement will be billed at 120% of the prevailing monthly parking rate. Based on current monthly parking fees, total revenue collected during the initial 10-year term of this agreement will be $1,555,200.

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

Section 1. The City Manager is authorized to execute a parking agreement with Trancas Fund I, LP, Incorporated for 60 monthly parking permits at Capitol Garage, located at 11th and L Streets, at a rate of 120% of the prevailing monthly parking rate for a term of 10 years with two 5-year options.