



TO:

CHAIR AND MEMBERS

DATE:

2014 December 19

FINANCE AND CIVIC DEVELOPMENT

COMMITTEE

FROM:

**DIRECTOR FINANCE** 

FILE:

4500-30

SUBJECT:

LEASE RENEWAL OF 4970 CANADA WAY

**PURPOSE:** To renew the lease of 4970 Canada Way to Rising Star Learning Ltd.

## RECOMMENDATION:

1. THAT Council authorize a five year lease renewal of 4970 Canada Way to Rising Star Learning Ltd. as outlined in this report.

## REPORT

The subject property at 4970 Canada Way was purchased by the City in 2003 as part of its Deer Lake Business Centre Plan for inclusion into a future property consolidation. September 13, Council authorized a five year lease of the property to Rising Star Learning Ltd., a company that would operate a licensed Day Care and "Junior Kindergarten. The lease agreement was renewed in 2009 for a further five year term.

The Lessee has requested a new five year lease term with two additional five year options. The Licence Office has negotiated a lease rate of \$75,000 per year for the first three years of the term and \$80,000 per year for the last two years of the Agreement. This is a triple net lease, which requires the Lessee to be responsible for all maintenance, building modifications, utilities and property taxes. The Agreement would contain provision for a six month notice for either party to terminate without penalty.

It is recommended that Council authorize staff to enter into a five year lease agreement with Rising Star Learning Ltd. for the property at 4970 Canada Way as outlined in this report.

Denise Jorgenson

DIRECTOR FINANCE

Attachment:

Map of 4970 Canada Way

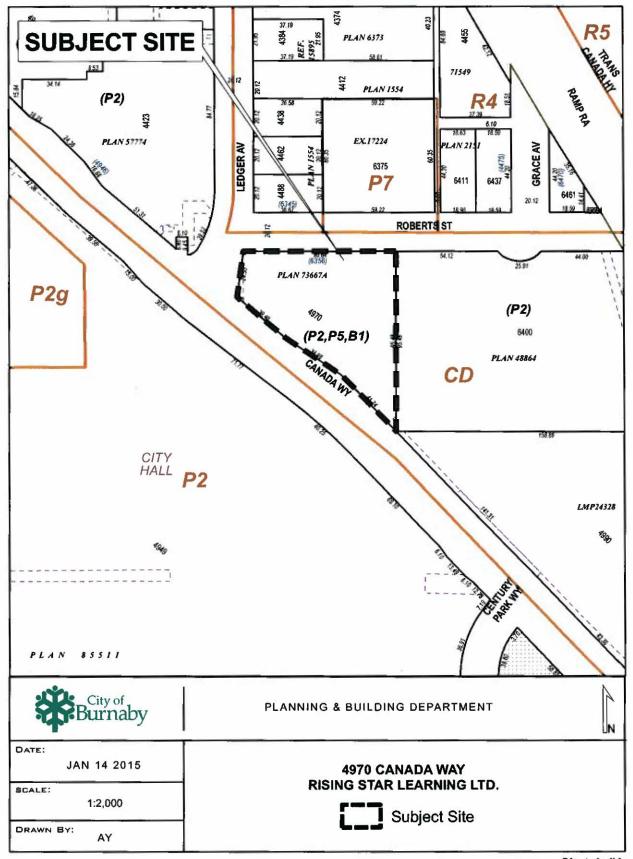
DL:sb/ab

Copied to:

City Manager

Director Planning and Building

City Solicitor City Risk Manager Chief Licence Inspector



Sketch #1