CITY OF CRAIG ORDINANCE No. 606

AUTHORIZING THE CITY ADMINISTRATOR TO NEGOTIATE WITH SILVER BAY SEAFOODS, THE TERMS OF A LEASE OF CITY-OWNED PROPERTY AT THE CITY OWNED ICE HOUSE AND INDUSTRIAL DOCK LOCATED AT LOT 3, FALSE ISLAND SUBDIVISION

Section 1. Classification. This is a non-code ordinance.

Section 2. <u>Severability</u>. If any provision of this ordinance or its application to any person or circumstance is held invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

Section 3. Effective Date. This ordinance shall be effective immediately upon adoption.

Section 4. <u>Action</u>. This ordinance authorizes the City Administrator to negotiate a market value lease based on a percentage of ice production for a portion of city owned industrial dock and the ice house building situated thereon located on Lot 3, False Island Subdivision, for the purpose of operating a public ice house to provide ice for sale to the public, including the applicant's seafood processing business at False Island. Lease area will include the icehouse and a surrounding portion of the industrial dock. Total lease area (including building) is approximately 1,750 square feet. Final terms of the lease are subject to the approval of the Craig city council.

The City Administrator is under no obligation to negotiate amendments to the lease of the property described above, and the City Council is under no obligation to approve any lease negotiated by the City Administrator with Silver Bay Seafoods.

Passed and approved on March 12, , , 2009.

Mayor Dennis Watson

Attest Vicki Hamilton, City Clerk

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