

**CITY OF CRAIG  
ORDINANCE No. 613**

AUTHORIZING THE CITY ADMINISTRATOR TO NEGOTIATE WITH PHIL HYATT,  
DBA EAGLE CUSTOM WOODWORKING, THE TERMS OF A LEASE OF CITY-OWNED  
PROPERTY LOCATED ON TRACT A, CRAIG CANNERY SUBDIVISION

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

Section 2. Severability. 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. Action. This ordinance authorizes the City Administrator to negotiate a market value lease of city-owned property, located within Tract A, Craig Cannery Subdivision, commonly referred to as the Ward Cove Cannery Site, Phil Hyatt, dba Eagle Custom Woodworking for use as a wood working shop. If the lease is approved Mr. Hyatt intends to install partitions and electrical upgrades to make the space usable as a wood working shop. Mr. Hyatt is requesting to lease up to 4,000 square feet of the ground floor of the existing Building E, Net Warehouse (commonly referred to as the Web Loft) in the appraisal report of the Ward Cove Packing Company Cannery Site, Downtown Craig, Alaska prepared by Horan and Company in 2006. Total lease area is approximately 4,000 square feet. Lease rate will be equal to or greater than eight percent of the fair market value of the lease area. Final terms of the lease are subject to the approval of the Craig city council.

The City Administrator is under no obligation to enter into a lease of the property described above, and the City Council is under no obligation to approve any lease negotiated by the City Administrator with Phil Hyatt, dba Eagle Custom Woodworking.

Passed and approved on March 4, 2010.

  
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Mayor A. Millie Schoonover

Attest   
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Vicki Hamilton, City Clerk

