CITY OF CRAIG ORDINANCE No. 638

AUTHORIZING THE CITY ADMINISTRATOR TO NEGOTIATE WITH SILVER BAY SEAFOODS AN AMENDMENT TO THE TERMS OF A LEASE OF CITY-OWNED PROPERTY AT LOT 2A, 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 lease of city-owned property to Silver Bay Seafoods for the purpose of expanded operations and staging area for the seafood processing business located on Lot 2A, False Island Subdivision. This ordinance will allow the city administrator to negotiate lease of additional space recently acquired by the city. The property considered for the amendment is limited to a portion of Lot 2A, False Island Subdivision consisting of not more than 53,526 square feet of upland. Final terms of amended 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 Lot 2A, False Island Subdivision and the City Council is under no obligation to approve any lease negotiated by the City Administrator with Silver Bay Seafoods.

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Passed and approved on October 20, , 2011

Mayor Dennis Watson

Wicki Hamilton, City Clerk