

**CITY OF CRAIG  
ORDINANCE No. 650**

AUTHORIZING THE CITY ADMINISTRATOR TO NEGOTIATE WITH MR. DON THOMAS, 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.

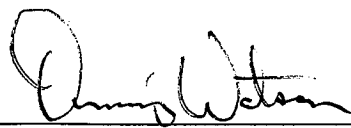
Section 2. Severability. If any provision of this ordinance or its application to any person or circumstance is held invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

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, to Mr. Don Thomas. Mr. Thomas has applied to lease a portion of city owned upland and a building for the purpose of operating storage space to support their electrical business in Craig. Lease area will include the building referenced as Building C – Stock Room in the appraisal report of the Ward Cove Packing Company Cannery Site, Downtown Craig, Alaska prepared by Horan and Company in 2006 and an associated parking area. Total lease area (including building) is approximately 6,000 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 Mr. Don Thomas.

Passed and approved on April 4<sup>th</sup>, 2013

  
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Mayor Dennis Watson



Attest   
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Kassi Knock, City Clerk