



**CITY OF FORT LAUDERDALE
City Commission Agenda Memo
REGULAR MEETING**

#21-1056

TO: Honorable Mayor & Members of the
Fort Lauderdale City Commission

FROM: Chris Lagerbloom, ICMA-CM, City Manager

DATE: November 16, 2021

TITLE: Resolution Authorizing the City Manager to Execute an Amendment to the Motorized Watercraft Concession Agreement with Atlantic Beach Clubs-Two, Inc, to Defer Rent Payments for a Period of Three Months from October 2021 through and including December 2021 - (**Commission District 2**)

Recommendation

Staff recommends the City Commission adopt a resolution authorizing the City Manager to execute an amendment to the Motorized Watercraft Concession Agreement with Atlantic Beach Clubs-Two, Inc., in substantially the attached form, to defer rent payments for a three-month period from October 2021 through and including December 2021. The amount of rent deferred will be paid to the City over a period of three months commencing in January 2022 and ending in March 2022.

Background

The Covid-19 pandemic crisis has adversely affected our community and the City of Fort Lauderdale is sensitive to the stress and financial impact the pandemic has had on our local businesses. Throughout the pandemic, certain businesses have experienced increase in traffic while others have not due to shutdowns, resurgences of the COVID-19 virus and supply chain challenges related to the virus.

On May 19, 2020, the City Commission authorized the City Manager to amend certain tenant leases to defer rental payments for a period of three (3) months to assist its tenants by assuring the longevity of their business and the security of their contractual obligations.

On November 4, 2021, the Procurement Department received the letter attached as Exhibit 2, from David Heemskerk, Owner of Atlantic Beach Clubs II, requesting to defer its rent.

Staff recommends offering a three (3) month rent deferment for the City's Motorized Watercraft concessionaire to assist with the challenges arising from the virus to the business. The proposed rent deferment totals approximately \$24,900. At the end of the deferral period, the concessionaire will begin making its normal monthly payments in

addition to its deferred rental payments for a period of three (3) months commencing in January 2022 and ending in March 2022.

The delegated authority will allow the City Manager to amend the lease agreement for a three (3) month period rent deferment without extending the terms of the lease.

Resource Impact

This action will not have a negative impact to the City in Fiscal Year 2022 if all rent revenue is collected by March 2022.

Strategic Connections

This item is a Press Play Fort Lauderdale Strategic Plan 2024 initiative, specifically advancing:

- Internal Support Focus Area
- Goal 8: Build a leading government organization that manages all resources wisely and sustainably
- Objective: Maintain financial integrity through sound budgeting practices, prudent fiscal management, cost effective operations and long-term planning

Attachments

Exhibit 1 – Motorized Watercraft Concession Agreement

Exhibit 1a - Solicitation

Exhibit 1b - Atlantic Beach Clubs-Two, Inc. Proposal

Exhibit 2 – Letter to Request Deferment

Exhibit 3 – First Amendment to Motorized Watercraft Concession Agreement

Exhibit 4 – Resolution

Prepared by: Jonathan Luscomb, Marine Facilities Supervisor

Department Director: Phil Thornburg, Director of Parks and Recreation