SWEETWATER SPRINGS WATER DISTRICT

TO: Board of Directors **AGENDA NO. V-F**

FROM: Ed Fortner, General Manager

Meeting Date: April 2, 2020

SUBJECT: Lease Renewal with FerrellGas

RECOMMENDED ACTION: Receive report related to the Renewal of the Lease with FerrellGas and give direction.

FISCAL IMPACT: N/A

DISCUSSION:
Sweetwater Springs Water District has leased the office space at 17081 Hwy. 116, Suite B since 1999. The lease has been extended several times since 1999. FerrellGas has been a good landlord during the term of the current lease. There is a provision in the existing lease to renew the agreement with sufficient notice. In Paragraph 20 of the original lease, it states "Lessee shall have the option to renew this Lease for one (1) additional term of three years upon the same terms and conditions as the Primary Term by providing at least sixty (60) days' written notice prior to the end of the then current term." I recommend the Board approve the renewal of the lease as stated to extend the existing lease until July 1, 2023, at Two Thousand Six Hundred Dollars and Thirty-One Cents ($2,606.31) monthly.