

CITY COMMISSION AGENDA ITEM

TITLE	Renewal of Grant Park Lease Agreement for 2025-2026
SUBMITTING DEPARTMENT	City Attorney
PRESENTER	Niccolas Grochowski
MEETING DATE	April 28, 2025
SECOND READING REQUIRED	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
CERTIFIED RESOLUTION	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

EXECUTIVE SUMMARY *(include history of previous Commission action/discussion, background, scope of work, etc.):*

In 1980, the City entered into a Lease Agreement with Royal Oak Schools to lease, what was then known as the Grant School Site, to the City for use as a public park (Grant Park) for \$1.00 per year. That original agreement was for 25 years and was extended for another 5 years in 2005. The Lease Agreement was then again extended until 2020 and subsequently until June 30, 2024 and lastly until June 30, 2025. The school district has indicated a desire to once again extend the lease agreement but are only interested in a 1-year extension. The school district approved the 1-year extension at their April 9, 2025, school board meeting. Thus, the attached Lease Agreement would be in effect from July 1, 2025 through June 30, 2026, and would be subject to annual renewal unless the school district agreed to a longer term in the future or they terminate it.

As you may recall, there was a fairly recent and substantial investment in new playground equipment for this park. The previous lease agreement that expired in June of 2024 provided that the school retain ownership of any fixtures or equipment that the City installed at the park. The school agreed to, a modification to the previous 2024-2025 Agreement that gives the City the right to remove playground equipment that the City owns should the school desire not to renew the lease in the future. This change was consistent with prior language in the lease in 2005.

The Lease Agreement, otherwise remains largely unchanged from the original 1980 lease agreement. An appropriate resolution is provided should the City Commission desire to renew the lease.

Fiscal Impact

BUDGET SUMMARY	
EXPENDITURE REQUIRED	\$1.00 per year
AMOUNT CURRENTLY BUDGETED	\$0.00
BUDGET AMENDMENT REQUIRED	\$0.00 (BA between dept; net -0- effect on FB)
FUNDING SOURCE/ GL NUMBER	
WAS THIS A BUDGETED EXPENSE?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

OTHER FISCAL IMPACTS: (Select all that apply.)

☐ No fiscal impact

☐ Workload impact (details below)

☐ Revenue impact (details below)

☐ Operations Impact (details below)

REVENUE IMPACT: *Provide a description of how this item will impact revenue. (Is this item expected to create additional/new revenue? Will this item have a negative impact on revenue? Which funds would be impacted? Provide additional details, as necessary.)*

WORKLOAD IMPACT: *If this item will require staff time to implement, operate or maintain, provide a description of the workload impact. (Will more staff be needed? Is this workload able to be absorbed by existing staff? If new FTE(s) are needed, provide details of position classification and duties. Provide additional details, as necessary.)*

OPERATIONS IMPACT: *If the item requires a budget adjustment, please identify source of additional funds and any proposed cuts to other operations, programs and services.*

ALIGNMENT WITH COMMISSION APPROVED PLANS, POLICIES, AND PROGRAMS

Provide a description of how this item aligns with the strategic plan, aging in place plan, and sustainability and climate action plans. Include any specific goals or action steps it supports.

COMMUNITY ENGAGEMENT

Provide a description of any community engagement efforts made for this item. Include information on tools used, participation information, and general sentiments.

BOARD AND COMMISSION FEEDBACK

Was an advisory board or commission engaged in discussion on this item? If yes, please provide a summary of feedback received:

LEGAL COMMENTS

PROPOSED COMMISSION RESOLUTION:

Be it resolved, the Royal Oak City Commission hereby approves the Grant Park Lease Agreement for 2025-2026 and authorizes the Mayor and City Clerk to execute the agreement.

ATTACHMENTS: Grant Park Lease Agreement 2025-2026