

POSSIBLE MOTION

I MOVE TO approve an extension of lease agreements between the City and Borough of Sitka and Northern Southeast Regional Aquaculture Association, Inc. regarding Block 4, Lots 2 & 3, Gary Paxton Industrial Park and authorize the Municipal Administrator to execute the document.

Note from the Municipal Clerk:

- A proposed new lease combining Lots 2 and 3 (currently set to expire May 1, 2026) was presented to the Assembly on April 14 but was not approved.
- The parties are continuing to negotiate terms for a new lease that would combine the two lots into Lot 1, Block 4 of the Gary Paxton Industrial Park.
- To allow additional time for those negotiations, an extension of the lease agreements to October 31, 2026 is before the Assembly for consideration.

**EXTENSION OF LEASE AGREEMENTS
BETWEEN CBS AND NSRAA
REGARDING BLOCK 4, LOTS 2 & 3, GPIIP**

The City and Borough of Sitka (“CBS”), of 100 Lincoln Street, Sitka, Alaska 99835, and Northern Southeast Regional Aquaculture Association, Inc. (“NSRAA”), of 1308 Sawmill Creek Road, Sitka, Alaska 99835, agree to extend the Lease Agreements for Lots 2 and 3, dated May 8, 2006 and March 2, 2018, respectively, (the “Agreements”). Both Agreements have an end date of May 1, 2026. Lot 2 has an option to renew for four ten-year extension periods allowed by Section 1.2 of the Agreement. Lot 3 has an option to renew for four ten-year extension periods allowed by Section 1.3 of the Agreement.

The parties are negotiating terms for a new lease agreement which combines Lots 2 and 3 into the newly combined Lot 1, Block 4 of the GPIIP. To allow further time to negotiate the terms of a new lease agreement, the parties agree to extend the terms of the current Agreements. The extended terms for each Agreement will expire on October 31, 2026.

All terms and conditions of the Agreements shall remain in full force and effect during this extended term of the Agreements.

[SIGNATURES AND ACKNOWLEDGMENTS ON NEXT PAGE]

CITY AND BOROUGH OF SITKA, ALASKA

By: John Leach
Its: Municipal Administrator

STATE OF ALASKA)
) ss.
FIRST JUDICIAL DISTRICT)

The foregoing instrument was acknowledged before me this _____ day of _____, 2026, by John Leach, Municipal Administrator of the CITY AND BOROUGH OF SITKA, ALASKA, an Alaska home rule municipality, on behalf of the municipality.

Notary Public in and for the State of Alaska
My commission expires: _____

NORTHERN SOUTHEAST AQUACULTURE ASSOCIATION, INC.

By: Scott Wagner
Its: General Manager

STATE OF ALASKA)
) ss.
FIRST JUDICIAL DISTRICT)

The foregoing instrument was acknowledged before me this _____ day of _____, _____, 2026, by Scott Wagner, General Manager of NORTHERN SOUTHEAST REGIONAL AQUACULTURE ASSOCIATION, INC., an Alaska nonprofit corporation, on behalf of the nonprofit corporation.

Notary Public in and for the State of Alaska
My commission expires: _____