

POSSIBLE MOTION

I MOVE TO approve a Consent to Assignment of a lease for 725 Siginaka Way and authorize the Interim Municipal Administrator to execute the document.



City and Borough of Sitka

100 Lincoln Street
Sitka, Alaska 99835

Coast Guard City, USA

MEMORANDUM

To: Mayor Gary Paxton and Assembly Members
From: Hugh Bevan, Municipal Administrator *HB*
Reviewed: Brian E. Hanson, Municipal Attorney
Date: December 4, 2019
Subject: Consent to Assignment for 725 Siginaka Way Lease

Introduction

Currently 725 Siginaka Way is leased by April Wheldon and William Akan, who operate Latte Landing located in the Eliason Harbor parking lot. Ms. Wheldon has requested the lease to be transferred to Christian Scantling and Deborah Wynsen, husband and wife. The City and Borough of Sitka ("CBS") Assembly approval is required to assign lease and transfer the subject property according to section 8.1 of the current lease.

Background

CBS Assembly passed ordinance 2017-12, May 9, 2017, approving the current lease to Ms. Wheldon and Mr. Akan. The lease was signed and effective May 15, 2017, for a five-year term to end May 1, 2022, with one option to renew for a successive five-year term. All lease obligations and restrictions will be passed on to the new tenants, who intend to continue to provide the same service (coffee shop) at this location.

Summary

CBS staff has completed their internal review of this request, all accounts for all parties involved, and current status of the lease. Lease payments are current.

Mr. Scantling and Ms. Wynsen are current on all CBS accounts. It appears they will be responsible and reliable lessees who will continue the business currently operated on the premises. CBS staff support the transfer of this lease.

Assembly approval is requested to facilitate the transfer of this lease.