

Resolution No.

STOCKTON CITY COUNCIL

RESOLUTION AUTHORIZING THE CITY MANAGER TO EXECUTE A LEASE AMENDMENT WITH WILLIAM J. HOFFMAN, AS DULY APPOINTED RECEIVER (LANDLORD), FOR 400 EAST MAIN STREET

The City purchased the Waterfront Office Towers at 501 and 509 West Weber Avenue in January 2018, to serve as the City's future City Hall; and

The City no longer needs the first floor space it is currently leasing at 400 East Main Street; and

Landlord has agreed to execute a Lease Amendment reducing the space the City is leasing by 19,491, which is the entirety of the first floor leased space at 400 East Main Street, and offer a prepayment discount for the balance of the space the City will retain under the current lease; and

Reducing the space leased by the City and making a one-time prepayment for the balance of the leased space will result in significant savings to the City; now, therefore,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF STOCKTON, AS FOLLOWS:

1. The City Manager is hereby authorized to execute a Lease Amendment between the City of Stockton and William J. Hoffman, duly appointed Receiver (Landlord), for 400 East Main Street, attached as Exhibit 1 and incorporated by this reference.

2. Amendments to the Fiscal Year 2018-19 Annual Budget are authorized to add an expense appropriation from the General Fund available fund balance to be used for the one-time payment of the Rent Obligation Balance estimated to be \$3,897,934 with actual amount subject to change based on final effective date of the Lease Amendment and increase the General Fund rent revenue appropriation by \$175,563.

3. The City Manager is hereby authorized to take whatever actions are necessary and appropriate to carry out the purpose and intent of this Resolution.

PASSED, APPROVED, and ADOPTED October 16, 2018.

MICHAEL D. TUBBS
Mayor of the City of Stockton

ATTEST:

CHRISTIAN CLEGG, Deputy City Manager
and Interim City Clerk of the City of Stockton