

Revised Staff Report

O-15-16

Lease of City Property: FY 2022 Chesapeake Marine Tours, Inc. (Watermark)

Pursuant to Article II, Section 8 of the Annapolis City Charter, it is necessary for the City Council to enact an ordinance to authorize a lease of City property. Ordinance 15-16 would authorize an a lease of City property at the City Dock in Annapolis, Maryland for the provision of water taxi services throughout the City Harbor, Spa Creek boat tours, Severn River and Naval Academy boat tours, historic walking tours in the City, and the operation of small cruise vessels for dinner parties, weddings, conventions and conferences in the City Harbor.

The lease would be executed between the City of Annapolis and Chesapeake Marine Tours, Inc. trading as Watermark. Under the terms of the lease, Chesapeake Marine Tours, Inc. would have access to the leased area for FY 2022 in exchange for rent at a rate of \$177.88 per linear foot for a total rent payment of \$46,248.80 for FY 2022. This represents a 3% per year annual increase, using the same rate per linear foot, from the amount earned by the City from the lease of 1,423 linear feet of total rented dock space at the City Dock during the 2015 calendar year.

Chesapeake Marine Tours, Inc. will either arrange with BGE to have electric service separately metered and billed directly to them, or Chesapeake Marine Tours, Inc. shall be required to pay the appropriate monthly winter electric rate as set by the City Council in its Annual Fee Resolution.

Chesapeake Marine Tours, Inc. shall pay \$250.00 per month for trash and recycling collection to be provided by the City.

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