

FISCAL IMPACT NOTE

Legislation No: O-28-15

First Reader Date: 06/08/15

Note Date: 06/19/15

Legislation Title: Lease of Truxton Park to Kayak Annapolis, LLC

Description: For the purpose of approving the lease of certain City-owned property at Truxton Park to authorize the operation of a kayak water touring business; and matters generally relating to said lease.

Analysis of Fiscal Impact:

This legislation would permit a lease between the City and Kayak Annapolis, LLC (the Tenant) for a period of one year, commencing May 1, 2015 and terminating June 30, 2016, and will automatically renew for two (2) successive terms of one (1) year. This lease will provide the City with an estimated \$1,400.00 in rental revenue for the Original Term, plus \$1,200.00 in annual rent for each of the Renewal Terms.

Any Commercial Annual Mooring Permit Fees, if applicable, shall be paid separately (and in addition to the Rent) by the Tenant in accordance with Section 15.20.110 of the City Code, as may be amended.

The Tenant shall prepare and timely submit tax returns for the Admissions and Amusement Tax to the Comptroller of Maryland under Activity Code 015, "Boat Rides and Excursions", and identifying the subdivision as the "City of Annapolis." The Tenant shall provide a copy of all such tax returns to the City simultaneously with its submission to the Comptroller of Maryland. The fiscal impact of the Admissions and Amusement Tax cannot be determined at this time.