



# Lake Havasu City

Lake Havasu City  
Council Chambers  
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## Legislation Details (With Text)

**File #:** ID 17-1264    **Version:** 1    **Name:**

**Type:** Resolution    **Status:** Agenda Ready

**File created:** 6/21/2017    **In control:** City Council

**On agenda:** 6/27/2017    **Final action:**

**Title:** Adopt Resolution No. 17-3159 Approving Lake Havasu City Consolidated Court Lease Agreement with Mohave County for Fiscal Year 2017-2018

**Sponsors:**

**Indexes:**

**Code sections:**

**Attachments:** 1. Resolution No. 17-3159, 2. Mohave County Lease Agreement 17-18, 3. 2016 Electric Cost Summary, 4. 2016 Security Cost Summary

Date	Ver.	Action By	Action	Result
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## COUNCIL COMMUNICATION

**TO:** Honorable Mayor and Council

**FROM:** Judge Mitchell Kalauli, City Magistrate

**SUBJECT:**  
Adopt Resolution No. 17-3159 Approving Lake Havasu City Consolidated Court Lease Agreement with Mohave County for Fiscal Year 2017-2018

**FUNDING SOURCE:**  
General Fund

**PURPOSE:**  
Approve agreement to continue lease of the Consolidated Court building for the operation of the Lake Havasu City Municipal Court for fiscal year 2017-2018.

**BACKGROUND:**  
The Municipal Court is located in the Mohave County building at 2001 College Drive, Lake Havasu City. The City leases space from Mohave County to house the Municipal Court. Under this proposed Lease Agreement, City agrees to pay Mohave County \$90,777.84 per year, payable in installments of \$7,564.82 per month. This amount includes payment of \$0.90 per square foot/month for 2,500 square feet plus the proportionate share of electrical and security expenses, \$736.03 and \$2,148.79 respectively. The City also pays telephone charges each month for the use of the County's telephone system.

The base rent remained the same from fiscal year 2016-2017 to 2017-2018. However, the City’s share of the electrical and security expenses increased. The lease states that the City pays 14% of the total electrical charges paid by Mohave County for the prior calendar year and one-third of the total cost of the security for the prior calendar year. The changes are summarized below:

	FY 2017	FY 2018	Change	%
Base Rent (12 months)	\$ 56,160.00	\$ 56,160.00	\$ -	0.0%
Utilities (12 months)	\$ 8,270.92	\$ 8,832.36	\$ 561.44	6.8%
Security Expenses (52 weeks)	\$ 23,995.80	\$ 25,785.48	\$ 1,789.68	7.5%
Total	\$ 88,426.72	\$ 90,777.84	\$ 2,351.12	2.7%

**COMMUNITY IMPACT:**

N/A

**FISCAL IMPACT:**

Funds in the amount of \$88,450.00 are budgeted for the building lease in fiscal year 2017-2018 proposed budget in account 110-1310-401-44.01 and \$22,000.00 is budgeted in 110-1310-401-40.03 for telephone

**ATTACHMENTS:**

- Resolution No. 17-3159
- Mohave County Lease Agreement
- 2016 Electric Cost Summary
- 2016 Security Cost Summary

**SUGGESTED MOTION:**

I move to adopt Resolution No. 17-3159 approving the Lease Agreement for Fiscal Year 2017-2018 with Mohave County for use of the consolidated court building, and authorize and direct the City Manager to execute the Lease Agreement on behalf of the City.