BILL 2012-14

****** Second and Final Reading ******

AGENDA ITEM

TO: Mayor and City Council

FROM: Drew Bontrager, Public Works Director

SUBJECT: Agricultural Ground Lease, Cameron Memorial Airport

DATE: March 5, 2012

PURPOSE

The attached bill would authorize the City Manager to sign a lease agreement with Double S Farms, Jesse Saunders, for the approximate one hundred and thirty acres of row crop ground and the approximate fifty acres of hay ground located at 11766 NE State Rt A, known as the Cameron Memorial Airport.

DISCUSSION

The City of Cameron owns property at and around the Cameron Memorial Airport that have agricultural value, including both row crop production and hay ground. The City has the opportunity to lease these properties for the limited use of row crop production and the cutting and bailing of hay.

Bids were advertised and sealed bids were opened February 15, 2012. Double S Farms was the successful bidder for the agricultural ground at the Airport property. The bid was $30.00 per acre for hay ground, for a total of $1,500.00 and $140.00 per acre for row crop ground, for a total of $18,200.00. The grand total for both is $19,700. The only other bid was from DBA Farms, Tony McCallan Jr, with a total price of $15,800.00.

The term of the lease is April 1, 2012 through November 30, 2012, with an option to renew for an additional two one-year terms.

RECOMMENDATION

We recommend that the Council adopt the attached bill authorizing the City Manager to enter into a lease agreement with Double S Farms, Jesse Saunders, for use of agricultural ground.

Bill 2012-14

AN ORDINANCE AUTHORIZING THE CITY MANAGER OF THE CITY OF CAMERON, CLINTON AND DeKALB COUNTIES, MISSOURI TO ENTER INTO A LEASE WITH DOUBLE S FARMS, JESSE SAUNDERS FOR THE USE OF AGRICULTURAL PROPERTY LOCATED AT THE CAMERON MEMORIAL AIRPORT

WHEREAS, the City of Cameron owns property at the Cameron Memorial Airport that has agricultural value; and

WHEREAS, the City desires to lease the property for limited use of row crop production and cutting and baling of hay; and

WHEREAS, the City went through a formal competitive bid process; and Jesse Saunders, as the successful bidder, desires to lease the approximate one-hundred and eighty acres pursuant to the Lease Agreement, the form of which is attached as Exhibit A; and

WHEREAS, the City is authorized to lease properties at fair market value.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL FOR THE CITY OF CAMERON, CLINTON AND DeKALB COUNTIES, MISSOURI AS FOLLOWS:

Section 1. The City Manager is hereby authorized to enter into a contract with Double S Farms, Jesse Saunders for the lease of agricultural ground at the Cameron Memorial Airport, all as per the agreement attached hereto and made a part hereof.

Section 2. The City Manager is authorized to execute ancillary documents necessary to effect this transaction.

Section 3. The Mayor is authorized to sign this Ordinance approving it on the behalf of the City of Cameron.

Section 4. The City Clerk is hereby directed to attest to the Mayor's signature.

Section 5. This Ordinance shall be in full force and effect from and after its passage.

Passed and approved on first reading this 5th day of March 2012.
Passed and approved on second reading this 19th day of March 2012.
Passed and approved on third and final reading this 19th day of March 2012.

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Mayor Frank A. Buck

ATTEST:

_____
City Clerk/Finance Clerk

Second and final reading