

(ITEM) From the Director, Department of Parks, Recreation, and Culture, seeking authorization to execute the Third Amendment to the Commercial Lease Agreement with Starbucks Corporation for use of the building in Red Arrow Park, by recommending adoption of the following:

A RESOLUTION

WHEREAS, the Department of Parks, Recreation, and Culture and Starbucks Corporation have had a mutually-beneficial partnership at Red Arrow Park since 2002; and

WHEREAS, the initial term of this Lease Agreement was ten (10) years with an option of two (2) five (5) year extensions; and

WHEREAS, Starbucks Corporation expressed an interest in renegotiating prior to extension due to its desire to invest in improvements to the site; and

WHEREAS, this agreement extends the second extension term expiration date to October 31, 2023; and

WHEREAS, the agreement may be extended twice beyond this term per mutual agreement for an additional five (5) years; and

WHEREAS, the rent for the second extension term is \$27,132 annually for years one (1) through five (5) and \$29,845.20 annually for years six (6) through ten (10); and

WHEREAS, Starbucks Corporation has agreed to make an investment of at least \$100,000 in improvements to the site including, but not limited to, new flooring, restroom upgrades, new indoor and outdoor furniture, and cabinets; and

WHEREAS, the Committee on Finance, Personnel, and Audit, at its meeting of January 30, 2014, recommended adoption of the Department's request (vote 8-1); and

WHEREAS, the Committee on Parks, Energy, and Environment, at its meeting of February 3, 2014, also recommended adoption of the Department's request (vote 7-0); now, therefore,

BE IT RESOLVED, that the Milwaukee County Board of Supervisors hereby authorizes and directs the Department of Parks, Recreation, and Culture to execute the Third Amendment to the Commercial Lease Agreement with Starbucks Corporation for use of the building in Red Arrow Park.

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