Department of Port Control

Ordinance No.: 251-2019

Business Development and Management

EXECUTIVE SUMMARY

The Department of Port Control is requesting authority to lease certain property at 1201 North Marginal Road to the Cleveland Coordinating Committee for the Cod, Inc. for the purpose of operating a submarine museum and memorial, for a term of two years with three one-year options to renew, the first of which would require additional legislative authority.

Background/Purpose:

The Department entered into a License Agreement with the U.S.S. Cod, on July 7, 2016. This agreement was for the use of 0.64 acres of land on North Marginal Road in the City of Cleveland. The agreement allowed for the U.S.S. Cod to operate as a Submarine Museum. The term was set at one year.

Ord. 944-17, introduced on August 16, 2017, would have authorized the Department to enter into a two year lease agreement for the property. However, the piece was held on a number of occasions to provide the necessary time to work with the Federal Aviation Administrations (FAA) to address a regulatory provision that requires federally funded Airports to charge a fair market rental rate for property it owns. This issue was not fully resolved until January of 2019 when the USS Cod was designated a community goodwill purpose by the FAA. This designation provided the department with the option to assess a \$1.00 rental rate. This financial arrangement is necessary for the U.S.S. Cod organization to maintain its mission to ensure the historical preservation of the vessel, educate the public and serve as a memorial for veterans.

The Department and the U.S.S. Cod desire to enter into a lease agreement for a term of two (2) years with three (3) one year options to renew, the first of which requires obtaining additional legislative authority.

Scope:

The following are the material provisions to be contained in the Agreement:

- (A) The Director of Port Control is authorized to enter into an agreement for the use of 0.64 acres of land situated on North Marginal Road.
- (B) The Leased Premises shall be used for a Submarine Museum, open to the public.
- (C) Lessee shall pay the City an annual rent of \$1.00.
- (D) The term of the Agreement shall be for a period of two (2) years with three (3) one year options to renew, the first of which requires obtaining additional legislative authority.

Justification/Urgency:

License Agreement expired on July 7, 2017.

Anticipated Cost:

None

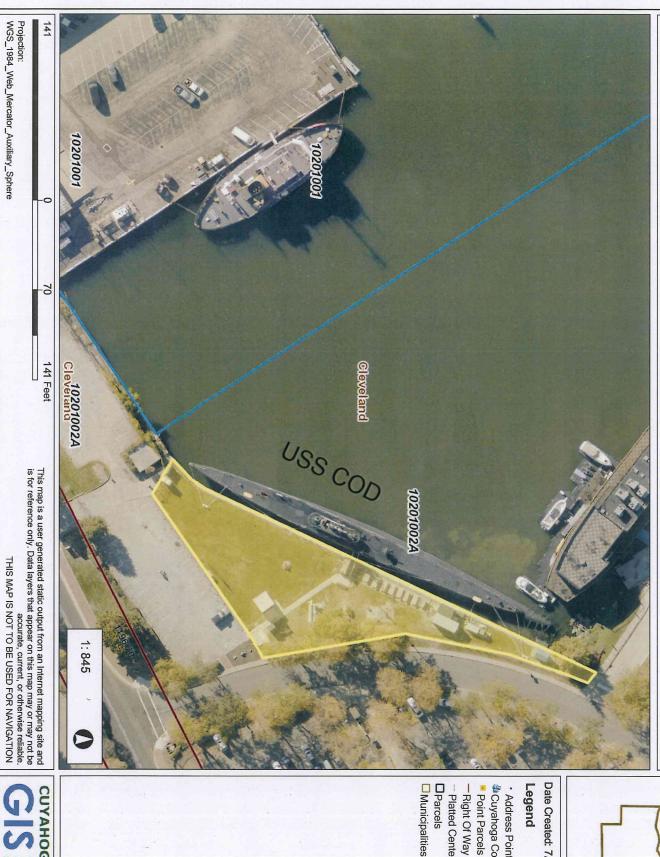
Term of Contract:

The Department is requesting a term of two (2) years with three (3) one year options to renew; the first of which requires obtaining additional legislative authority.

Current Contract:

Name	Term/Expiration	Amount \$
Cleveland Coordinating Committee for the Cod, Inc.	1 year License Agreement	\$1.00/yr.

Total number of employees -5 Number of employees that are minorities -0 Number that are women -0 Number that are City of Cleveland residents -2





USS COD

Date Created: 7/18/2017

- Address Points
- Cuyahoga County Facility
- Platted Centerlines

Municipalities

