



# City of Huntington Beach

File #: 19-576

MEETING DATE: 5/20/2019

## REQUEST FOR CITY COUNCIL ACTION

**SUBMITTED TO:** Honorable Mayor and City Council Members

**SUBMITTED BY:** Lori Ann Farrell Harrison, Interim City Manager

**PREPARED BY:** Chris Slama, Interim Director of Community Services

**Subject:**

**Approve and authorize execution of a five-year License Agreement with Southern California Edison (SCE) for Gisler Park**

**Statement of Issue:**

The five-year license agreement with Southern California Edison for use of 10.5 acres known as Gisler Park will expire on June 30, 2019. Southern California Edison has prepared a new five-year license agreement for the City's use of this property.

**Financial Impact:**

The license amount is \$2,591 for year one, with annual CPI adjustments over the five-year period. Sufficient funds are budgeted in the FY 2018/19 Park Development Impact Fund account number 22845001.70300. Future fiscal years will be budgeted accordingly.

**Recommended Action:**

Approve the "License Agreement" with Southern California Edison for the use of 10.5 acres of property known as Gisler Park (Contract No.9.2247), and authorize the Mayor and City Clerk to execute any and all documents necessary to conclude this transaction.

**Alternative Action(s):**

Do not approve the license agreement with Southern California Edison and direct staff accordingly.

**Analysis:**

The City of Huntington Beach first entered into a license agreement with Southern California Edison (SCE) in 1985 for the use of 10.5 acres of SCE property on Brookhurst Street and Bushard Street. It has been renewed for successive five-year terms since that time. The current license agreement expires on June 30, 2019. The proposed license agreement would commence July 1, 2019, and expire June 30, 2024 (Attachment 1). The City has historically utilized the SCE property in conjunction with the adjacent City-owned property for use as Gisler Park. In exchange for the use of the property, the City would pay an annual license fee of \$2,591 for year one of the agreement, with annual CPI adjustments over a five-year period.

Year	Term	Yearly Amount	Payment Due First Day of Month
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First Year	2019	\$2,590.97	July
Second Year	2020	\$2,668.69	July
Third Year	2021	\$2,748.75	July
Fourth Year	2022	\$2,831.22	July
Fifth Year	2023	\$2,916.15	July

All other terms of the proposed license agreement remain virtually unchanged from previous agreements.

**Environmental Status:**

Not applicable.

**Strategic Plan Goal:**

Enhance and maintain infrastructure

**Attachment(s):**

1. License Agreement for Gisler Park - Contract No. 9.2247