AGENDA ITEM SUMMARY

DATE : 3/28/2011	DEPARTMENT:	Legal	DEPT. HEAD	SIGNATURE
SUBJECT:				
Resolution to approve Ha	ailey Ice Lease			
AUTHORITY: ☐ ID Code	e □ IA	R	□ City Ordina	nce/Code
BACKGROUND/SUMMA	ARY OF ALTERNAT	IVES CONS	IDERED:	
I am enclosing a resolution failed to present a resolution executes a lease. This resolution	tion to approve this le	ease. Idaho	law requires a resolut	
Ned				
Budget Line Item #_ Estimated Hours Spent to Staff Contact: Comments:	o Date:	· · · · · · · · · · · · · · · · · · ·	YTD Line Item Balanc Estimated Completion	e \$ Date:
Library		ce Director	EPARTMENTS: (IFAP Engineer Fire Dept. Police Mayor	
RECOMMENDATION FI	ROM APPLICABLE [DEPARTME	NT HEAD:	
Make a motion to approv	e Resolution No. 201	1- <u>08</u> and a	authorize the mayor to	sign.
FOLLOW-UP REMARK	<u>S:</u>			

CITY OF HAILEY RESOLUTION NO. 2011-

RESOLUTION OF THE CITY COUNCIL FOR THE CITY OF HAILEY AUTHORIZING THE EXECUTION OF A TWENTY (20) YEAR LEASE WITH HAILEY ICE, INC.

WHEREAS, the City of Hailey ("Lessee") desires to lease real property located at 781 and 791 Main Street So, Hailey, Idaho to Hailey Ice, Inc. ("Lessor") to facilitate the construction and operation of an ice rink; and

WHEREAS, the Lessee and Lessor have agreed to the terms and conditions of a twenty (20) year lease, a copy of which is attached hereto.

NOW, THEREFORE, BE IT RESOLVED BY THE CITYCOUNCIL OF THE CITY OF HAILEY, IDAHO, that the City of Hailey approves the attached Lease and that the Mayor is and was authorized to execute the attached Lease.

	Passed	this	day of Mar	ch, 2011.		選集 - Allering Alleringはよって
				City of Hailey		
				Richard L. Davis,	**	<u>. 18. 18. 18. 19. 19.</u> January 19.
TTE:	ST:		i de la compania del la compania de			्राच्या है स्वयं के जिल्हा सुरुष्ट व

Mary Cone, City Clerk

LEASE

This Lease is made this day of ______, 2010, by and between CITY OF HAILEY, a municipal corporation ("Lessor") and HAILEY ICE, INC., an Idaho non-profit corporation ("Lessee").

RECITALS

- A. The Lessor is a municipal corporation and political subdivision of the State of Idaho. Richard L. Davis is the duly elected and acting mayor of the City of Hailey. By resolution of the Hailey City Council, the Hailey mayor is authorized to execute this Lease.
- B. The Lessee is a duly organized and operating non-profit corporation in the State of Idaho. Ron Fairfax is the duly elected and acting president of the Lessee. By resolution, the president of the Lessee is authorized to execute this Lease.
- C. Lessor owns real property located at 781 and 791 Main Street So., Hailey Idaho, a portion of which will be developed as an indoor ice skating facility with accessory parking spaces, as depicted on attached **Exhibit "A"** ("Premises").
- D. Pursuant to Idaho Code § 50-1409, the Lessor i) has authority to lease real property not needed for city purposes, upon such terms as may be just and equitable, ii) may set apart portions of city property for athletic contests, golf links, agricultural exhibits, ball parks, fairs, rodeos, swimming pools and other amusements, and iii) may, upon a vote of one half (1/2) plus one (1) of the members of the full Hailey City Council, enter into contracts with organizations and associations necessary and proper to carry out the purposes of Idaho Code § 50-1409.
- E. Subject to the terms and conditions set forth herein, Lessor is willing and agrees to lease the Premises to Lessee and Lessee is willing and agrees to lease the Premises from Lessor.

AGREEMENT

NOW, THEREFORE, based upon the foregoing recitals which are incorporated in the Lease below as though set forth in full, the parties agree as follows:

1. Lease Term.

a) Lease Term. The term of this Lease shall be for a period of twenty (20) years commencing upon the date a certificate of occupancy is issued for the Improvements identified in Section 8, below ("Commencement Date") and expiring, unless sooner terminated, at midnight on the date twenty years after the Commencement Date ("Lease Term"). Lessee shall be entitled to possession of the Premises from and after the date this Lease is fully executed (the

"Possession Date") for the purpose of construction of the Improvements, which Lessee shall use its best efforts to complete on a timely basis.

- b) Extended Term(s). Following the Lease Term, Lessee has the option to renew this Lease up to three additional successive ten (10) year terms (the "Extended Term(s)") by giving to Lessor written notice of exercise of such option at least one hundred twenty (120) days before the expiration of the Lease Term, or an Extended Term, if applicable; provided, however, that if Lessee is in default on or before the expiration of the Lease Term, or an Extended Term, if applicable, the option notice shall be totally ineffective.
- 2. Rent. Lessee shall pay to Lessor as minimum rent for the Premises, in advance on the first day of the Lease Term or an Extended Term, if applicable, and on the first day of each and every year thereafter, without offset or deduction, the sum of One Dollar (\$1.00) per year.
- Use of Premises. The Premises shall be used and operated as a recreation and 3. sports center offering ice programs to the general public such as public skating, hockey, figure skating, curling and similar ice events in the winter season and indoor recreational activities in the spring, summer and fall seasons. The Lessee may use the Premises for other purposes such as instructional clinics, baseball, volleyball, tennis, lacrosse, soccer and similar uses, community and civic uses such as convention uses, farmer's markets, antique fairs and similar uses, and emergency uses such as an emergency shelter. Lessee shall operate and use the Premises in a safe, reasonable and prudent manner, and offer safe, reasonable and prudent programming within the Premises during the Lease Term and an Extended Term, if applicable. To the extent economically feasible. Lessee shall occupy and use the building on the Premises on a full-time. continuous and year-round basis with a wide variety of uses during the Lease Term and any Extended Term, if applicable. Lessee shall use its best efforts to offer reasonably affordable recreational programming to the public, provided, however, that Lessee shall be entitled to charge usage fees to cover the costs of overhead and recreational programs offered on the Premises. Lessee and its guests, invitees, employees and agents may use the parking area within and adjacent to the Premises, which may be regulated by Lessor so that parking may be restricted or used exclusively by users other than uses of the ice skating facility, in whole or in part, during times of use of the adjacent multi-use arena or skate park (e.g., Fourth of July Rodeo); provided such restrictions shall be communicated to Lessee not less than thirty (30) days in advance of any event and shall be designed so as not to significantly impact the operations of Lessee's recreational programs. Lessee acknowledges that the parking area within and adjacent to the Premises shall be unavailable for approximately one week each year in conjunction with the Fourth of July rodeo event. Lessee shall not do nor permit anything to be done in or about the Premises or bring or keep anything in the Premises that will in any way increase the rate of fire insurance upon the building in which the Premises are situated or permit the emission of any objectionable noise or odor. Lessee shall not perform any acts or carry on any practices that may injure the Premises or the building of which the Premises form a part.
- 4. <u>Security Deposit</u>. Lessee shall pay as a security deposit the sum of Five Thousand and No/100 Dollars (\$5,000.00) ("Security Deposit"), receipt of which is hereby acknowledged, to be held by Lessor as security for the faithful performance by Lessee of all the

terms, covenants and conditions of this Lease to be kept and performed by Lessee during the Lease Term, or an Extended Term, if applicable. This deposit does not limit Lessor's rights or Lessee's obligations. Lessee understands that all or a portion of the deposit may be retained by Lessor upon termination of the tenancy and that a refund of any portion of the deposit to the Lessee is conditioned on the following:

- a) Lessee shall clean and restore the Premises to its condition at the commencement of this Lease, less normal wear and tear.
- b) Lessee shall have remedied or repaired any damage to the Premises to Lessor's satisfaction.
- c) Lessee shall have complied with all of the provisions of this Lease and with such other rules and regulations as the Lessor may deem necessary.

If Lessee defaults with respect to any provision of this Lease, including but not limited to the provisions relating to the payment of rent and any of the monetary sums due herewith, Lessor may (but shall not be required to) use, apply or retain all or any part of the Security Deposit for the payment of any other amount which Lessor may spend by reason of Lessee's default or to compensate Lessor for any other loss or damage which Lessor may suffer by reason of Lessee's default. If any portion of the Security Deposit is so used or applied, Lessee shall, within ten (10) days after written demand therefor, deposit cash with Lessor in an amount sufficient to restore the Security Deposit to its original amount. Lessee's failure to do so shall be a material breach of this Lease. Lessor shall not be required to keep this Security Deposit separate from his general funds, and Lessee shall not be entitled to interest on such deposit. If Lessee shall fully and faithfully perform every provision of this Lease to be performed by him, the Security Deposit or any balance thereof shall be returned to Lessee (or at Lessor's option, to the last assignee of Lessee's interests hereunder) at the expiration of the Lease Term or an Extended Term, if applicable, and after Lessee has vacated the Premises.

5. <u>Utilities</u>. Lessee shall pay directly to the appropriate utility or governmental agency all charges for electricity, gas, water, sewer, trash and telephone, rendered or supplied upon or in connection with the Premises, and shall indemnify the Lessor against any liability or damages on such account.

6. Insurance.

a) <u>Liability Insurance Requirements</u>. The Lessee shall maintain in full force and effect, at its sole cost and expense, during the Lease Term, or an Extended Term, if applicable, or holding over period, comprehensive liability insurance, including public liability, property damage and contractual liabilities of the Lessee, written by a responsible insurance company licensed to do business in Idaho, for the purpose of protecting Lessor against liability for loss or damage, for bodily injury, property damage, personal injury, death, and errors and omissions, relating to the use of the Premises. Such policy shall provide insurance against property damage in an amount not less than \$500,000.00 and bodily injury with limits of not less than \$500,000.00 per person and \$1,000,000.00 total for each occurrence; provided, however,

the minimum limits of insurance as set forth herein shall be automatically increased at any time the liability limits of Lessor are increased pursuant to the Idaho Tort Claims Act (*Idaho Code Sections 6-901 et sea.*).

- b) <u>Workerman's Compensation and Unemployment Insurance</u>. Lessee shall secure and maintain at least the statutory amounts of worker's compensation, disability benefits, and unemployment insurance in accordance with the laws of the State of Idaho.
- Term, if applicable, Lessor shall provide and maintain fire and casualty coverage insurance for the Premises. Lessee shall reimburse Lessor for the annual cost of such insurance covering the Premises. On or about June 1 of each year of the Lease Term, or an Extended Term, if applicable, Lessor shall provide the Lessee with an estimate of the cost of fire and casualty insurance for the buildings, structures and personal property on the Premises. Lessee shall pay Lessor the annual cost of such insurance, in advance on the first day of the following October and on the first day of October of each and every year thereafter, without offset or deduction. The cost of such insurance shall be considered additional rent. Between the Possession Date and the Commencement Date, Lessee shall pay Lessor the cost of fire and casualty coverage insurance covering the Premises as provided to Lessor from its insurer. In the event the Premises are partially or totally destroyed or damaged by fire or other casualty covered by the Lessor's insurance, the Lessee shall pay Lessor any deductible then due under the Lessor's insurance policy within thirty (30) days of receipt of the bill for the deductible.
- d) <u>Waiver of Subrogation Rights</u>. No party shall have the right or claim against the Lessor for any losses, damages or injury, including losses, damages or injury to property or persons, including death, and for any loss of use or business interruption, occurring on the Premises (whether caused by the negligence or other fault of the Lessor or the Lessee or their respective agents, employees, subtenants, licensees or assignees or whether caused by negligence or the conditions of the Premises or any part thereof) by way of subrogation or assignment. The Lessee hereby waives and relinquishes any such right. The Lessee shall request Lessee's insurance carrier to endorse all applicable policies waiving the carrier's right of recovery under subrogation or otherwise in favor of the Lessor and provide a certificate of insurance verifying this waiver.
- e) Form and Delivery of Policies. The Lessee's certificates of insurance shall name Lessor and its officials, employees and agents as additional named insured and shall be endorsed to specify that such policies cover the liability assumed by Lessee under this Lease. All insurance required by this Paragraph 6 shall be in a form and with companies satisfactory to Lessor and shall provide that it shall not be subject to cancellation, suspension, amendment or termination except after at least thirty (30) days' prior written notice to Lessor. The policy or policies, or duly executed certificates for them, shall be deposited with Lessor within fifteen (15) days after the day on which the Lease Term or an Extended Term, if applicable, commences and, upon renewal of such policies, not less than thirty (30) days prior to the expiration of the term of such coverage.

7. Maintenance and Repairs.

- a) <u>Lessee's Obligations</u>. Lessee shall, at its sole cost and expense, keep and maintain the interior and exterior of the building on the Premises (including, without limitation, all fixtures, plumbing and sewage facilities, heating, ventilation and air conditioning equipment, ice making equipment, interior and exterior walls, doors and windows) in good order, condition and repair, remove all rubbish and refuse therefrom, keep all landscaping in good condition, and replace or repair all electrical fixtures and mechanical, heating and plumbing fixtures and equipment that may be damaged or broken, during the Lease Term, or an Extended Term, if applicable. If, after thirty (30) days written notice, Lessee fails to maintain the interior or exterior of the building on the Premises in accordance with this paragraph or commence such work, Lessor may make or cause such repairs to be made and Lessee shall immediately pay Lessor for the costs of such maintenance.
- b) <u>Lessor's Obligations</u>. Lessor shall, at its sole cost and expense, keep and maintain the parking area within the Premises in good order, condition and repair, and remove all snow, rubbish and refuse therefrom, in accordance with the Lessor's policies in effect at the time of removal.
- 8. <u>Construction of Improvements</u>. Lessee shall, at its sole expense, construct improvements on the Premises consisting of a Multi-Purpose Indoor Ice/Recreation Arena pursuant to plans approved by Lessee (the "Improvements") and make such repairs, alterations, additions and improvements thereto as Lessee deems desirable subject to the terms of the Lease. Fee title to the Improvements, together with all additions and alterations, shall be vested in Lessor, subject to Lessee's right to occupy and use the Premises in accordance with this Lease.

9. Alterations and Improvements.

- a) <u>Conditions for Alterations</u>. Lessee shall have the right to make changes, alterations or additions to the Premises only on the following conditions:
- (i) No change, alteration or addition shall at any time be made which shall impair the structural soundness or diminish the value of the Premises.
- (ii) No change, alteration or addition impacting the exterior or impacting the use or function of the interior shall be made without the prior written consent of the Lessor, such consent not to be unreasonably withheld.
- (iii) No change, alteration or addition shall be undertaken until the Lessee shall have procured and paid for all required municipal and other governmental permits and authorizations of the various municipal departments and governmental subdivisions having jurisdiction.
- (iv) All work done in connection with any change, alteration or addition shall be done in accordance with the Lessor's consent, in a good and workmanlike manner and in compliance with the building and zoning laws, and with all other laws, ordinances, orders, rules,

regulations and requirements of all federal, state and municipal governments, and the appropriate departments, commissions, boards and officers thereof, and in accordance with the orders, rules and regulations of the board of fire underwriters or any other body now or hereafter constituted exercising similar functions, and the Lessee shall procure certificates of occupancy and other certificates required by law.

- (v) At all times when any change, alteration or addition is in progress, there shall be maintained, at Lessee's expense, workman's compensation insurance in accordance with law covering all persons employed in connection with the change, alteration or addition, and general liability insurance for the mutual benefit of the Lessee and the Lessor expressly covering the additional hazards due to the change, alteration or addition.
- b) Expiration of Lease Term or Extended Term. All alterations, improvements, additions or fixtures, including trade fixtures, annexed or affixed to the Premises, including the floors, walls or ceilings, which cannot be removed without further damage to the Premises, shall be the property of Lessor at the end or sooner termination of the Lease Term, or an Extended Term, if applicable, and surrendered with the Premises as a part of the Premises, without disturbance, molestation, or injury. However, if any of the alterations, improvements, additions, or fixtures, including trade fixtures, can be removed without damage to the Premises, these improvements shall be the property of the Lessee, so long as the Premises are in the same condition, except for normal wear and tear, as found at the beginning of the Lease Term or an Extended Term, if applicable. Notwithstanding any provision in this Lease to the contrary, any floor covering that is cemented or otherwise affixed or annexed to the floor of the Premises shall become the property of Lessor at the end or sooner termination of the Lease Term or any Extended Term, if applicable.
- c) <u>Lien</u>. Lessee shall pay, when due, all sums of money that may become due or purportedly due for any labor, services, materials, supplies or equipment alleged to have been furnished or to be furnished to or for Lessee in, at, upon, or about the Premises and which may be secured by any mechanic's, materialmen's or other lien against the Premises or Lessor's interest in the Premises, and Lessee shall cause each such lien to be fully discharged and released at the time performance of the obligations secured matures or becomes due. Lessee shall indemnify, defend and hold Lessor harmless against liability for any liens, claims or expenses, including attorney's fees, which may arise as a result of any work on the Premises, which indemnification shall survive the termination or expiration of this Lease.

10. <u>Damage or Destruction</u>.

a) <u>Lessor's Obligation if Fully Insured</u>. If the Premises are partially or totally destroyed or damaged by fire or other casualty so as to become partially or totally untenantable and the Premises are fully insured and covered under full standard extended risk insurance, the Premises shall be repaired or rebuilt as speedily as possible at the expense of Lessor with the insurance proceeds. Should there be a substantial interference with Lessee's activities due to such damage or destruction, the parties agree that there shall not be any abatement of rent while the Premises are repaired or rebuilt.

- b) Lessor's Obligation if Not Fully Insured. If the Premises are partially or totally destroyed or damaged by fire or other casualty so as to become partially or totally untenantable but the Premises are not fully insured and covered under full standard extended risk insurance, Lessor may, in its sole discretion, either rebuild or put the Premises in good condition and fit for occupancy within a reasonable time after such destruction or damage, or it may give notice terminating this Lease as of a date not later than sixty (60) days after such damage or destruction. If Lessor elects to repair or rebuild the Premises, it shall, within sixty (60) days after such damage or destruction, give Lessee notice of its intention to repair or rebuild and then shall proceed to make the repairs or to rebuild within a reasonable time after such damage or destruction. Unless Lessor elects to terminate this Lease, this Lease shall remain in full force and effect and the parties waive any provision of any law to the contrary. However, if Lessee is prevented from using any portion or all of the Premises during such period, the parties agree that there shall not be any abatement of rent while the Premises are repaired or rebuilt.
- c) <u>Lessor's and Lessee's Work if Premises Rebuilt</u>. If Lessor should elect or be obligated to repair or rebuild because of any damage or destruction, Lessor's obligation shall be limited to the basic building and interior work as it existed at the commencement of the Lease Term. Lessee shall fully repair or replace all fixtures, exterior signs, equipment and other installations not covered by insurance.

11. Default and Remedies

- a) <u>Event of Default Defined</u>. Each of the following shall be deemed a material default and breach or Event of Default:
 - (i) if Lessee shall, after written notice, default in the payment of rent or any other sum due under this Lease for thirty (30) days after written notice of failure to do so;
 - (ii) if Lessee, after written notice, shall default in the performance or observance of any other term, covenant, or condition of this Lease and shall not cure or remedy such default with reasonable dispatch within a period not exceeding thirty (30) days, unless said default or omission complained of shall be of such a nature that the same cannot be completely cured or remedied diligently within such thirty (30) day period, and shall not thereafter with reasonable diligence and in good faith proceed to remedy or cure such default;
 - (iii) vacating or abandonment of the Premises;
 - (iv) if Lessee's interest, or any part of his interest, in this Lease be assigned or transferred, either voluntarily or by operation of law, without Lessor's consent;
 - (v) the filing or execution or occurrence of:

- (1) a petition or other proceeding by or against Lessee for, or the appointment of, a trustee, receiver, guardian, conservator, or liquidator of Lessee with respect to all or substantially all of his property, except a receiver appointed at the instance or request of Lessor;
- (2) a petition or other proceeding by or against Lessee for its dissolution or liquidation, or the taking of possession of the property of Lessee by any governmental authority in connection with dissolution or liquidation; or
- (3) the taking by any person of the leasehold created hereby or any part thereof upon execution, attachment or other process of law or equity.
- (vi) if Lessee, after written notice, fails to take action to remove a lien against the Premises for ten (10) days. In the event, Lessee is aware of any lien filed against the Premises, Lessee shall immediately notify Lessor in writing of the existence of the lien.

Notwithstanding anything to the contrary contained in the foregoing default clauses, the parties hereto agree that if the Lessee shall have defaulted in the performance of any (but not necessarily the same) term or condition of this Lease for three or more times during any twelve month period during the term hereof, then such conduct shall, at the election of the Lessor, represent a separate event of default which cannot be cured by the Lessee. Lessee acknowledges that the purpose of this provision is to prevent repetitive defaults by the Lessee under the Lease which work a hardship upon the Lessor and deprive the Lessor of the timely performance by the Lessee hereunder.

- b) <u>Lessor's Remedies</u>. Upon occurrence of any Event of Default, Lessor may, at its option without any further demand or notice, in addition to any other remedy or right given hereunder or by law, do any of the following:
 - (i) Continuation of Lease. Lessor may elect to maintain this Lease in full force and effect and recover the rent and other monetary charges as they become due, without terminating Lessee's right to possession, irrespective of whether Lessee shall have abandoned the premises. In the event Lessor elects not to terminate the lease, Lessor shall have the right to attempt to re-let the Premises at such rent and upon such conditions and for such a term, and to do all acts necessary to maintain or preserve the Premises as Lessor deems reasonable and necessary without being deemed to have elected to terminate the Lease including removal of all persons and property of Lessee from the Premises; such property may be removed and stored in a public warehouse or elsewhere at the cost of and for the account of Lessee. In the event any such re-letting occurs, this Lease shall terminate automatically upon the new Lessee taking possession of the Premises. Notwithstanding that Lessor fails to elect to terminate the Lease initially, Lessor at any time during the term of this Lease may elect to terminate this Lease by virtue of such previous default by Lessee.

(ii) <u>Termination of Lease</u>. Lessor may elect to declare this Lease terminated, in which event the Lessor may terminate the Lessee's right to possession by any lawful means, the Lease shall terminate and the Lessee shall immediately surrender possession of the Premises to the Lessor. Upon any such re-entry, Lessor shall have the right to make any reasonable repairs, alterations or modifications to the Premises, which Lessor in its sole discretion deems reasonable and necessary.

All rights and remedies of Lessor hereunder shall not be exclusive but shall be cumulative. Any such re-entry or taking of possession of the Premises or property thereon shall be allowed by Lessee without hindrance, and Lessor shall not be liable in damages for any such re-entry or such taking of possession. Re-entry or taking of possession shall not be construed as an election on Lessor's part to terminate this Lease unless a written notice of such intention is given to Lessee.

- C) Payment of Expenses Incurred to Cure Defaults by Lessee. In the event of Lessee's breach or default of any covenant in this Lease, Lessor may at any time, after notice to Lessee in the manner required by Paragraph 16 of this Lease, cure such breach or default for the account and at the expense of Lessee. If Lessor at any time, by reason of such breach, is compelled to pay, or elects to pay, any sum of money or to do any act that will require the payment of any sum of money, or is compelled to incur any expense, including reasonable attorney's fees, in instituting, prosecuting or defending any actions or proceedings to enforce Lessor's rights under this Lease or otherwise, the sum or sums so paid by Lessor, with all interest, costs and damages, shall be deemed to be additional rent under this Lease and shall be due from Lessee to Lessor on the first day of the month following the incurring of such expenses.
- d) <u>Waiver</u>. A waiver of any breach or default shall not be a waiver of any other breach or default. Lessor's consent or approval shall not be deemed to waive or render unnecessary Lessor's consent to or approval of any subsequent similar act by Lessee.
- this Lease, or any interest in this Lease, or permit the use of the Premises, in whole or in part, by any person or persons other than Lessee, without the prior written consent of the Lessor, in the sole discretion of Lessor. Lessee may sublet a portion of the Premises to COACHED.COM, or similar recreation entity operated by Remy Goodwin or his affiliates during the Lease Term. Thereafter and for any other potential subtenant, Lessee may only sublet the Premises or any part thereof upon the prior written approval by the Lessor, in the sole discretion of Lessor, of the prospective sublessee; however, Lessee shall remain primarily liable for the obligations arising from this Lease. For the purposes of this paragraph, sublet shall mean a long term lease between the Lessee and a sublessee, not an agreement to use a portion of the Premises for a limited time such as the use of ice time.
- 13. <u>Lessor's Access to Premises</u>. Lessor and its designees shall have the right to enter the Premises at all reasonable hours, and in emergencies at all times, (a) to inspect the

Premises, (b) to make repairs, additions or alterations to the Premises or the building of which the Premises form a part, and (c) for any lawful purpose.

14. Holding Over.

- a) <u>Effect of Holding Over</u>. If Lessee should remain in possession of the Premises after the expiration of the Lease Term, or Extended Term, if applicable, with the consent of Lessor and without executing a new Lease, then such holding over shall be construed as tenancy at will, subject to all conditions, provisions and obligations of this Lease insofar as the same are applicable to a tenancy at will.
- Obligations of Lessee on Surrender. On the last day or sooner termination of the Lease Term, or Extended Term, if applicable, Lessee shall guit and surrender the Premises, broom clean, in good condition and repair (reasonable wear and tear, and damage by act of God excepted), subject to the requirements of Paragraph 7 of this Lease, together with all alterations, additions, and improvements that may have been made in, to, or on the Premises, except attached fixtures which have been removed without damage to the Premises, moveable furniture and unattached movable trade fixtures, all of which were put in at Lessee's expense. Lessee shall ascertain from Lessor within thirty (30) days before the end of the Lease Term, or Extended Term, if applicable, whether Lessor desires to have the Premises or any part of the Premises restored to the condition the Premises were in when delivered to Lessee, and if Lessor shall so desire, then Lessee shall so restore the Premises or such part of the Premises before the end of the Lease Term, or Extended Term, if applicable, at Lessee's sole cost and expense. On or before the end of the Lease Term, or Extended Term, if applicable, Lessee shall remove all of Lessee's property from the Premises, and all property not removed shall be deemed abandoned by Lessee. On or before the end of the Lease Term, or Extended Term, if applicable, Lessee shall deliver all of the operating manuals of all the equipment, heating and air conditioning systems, refrigeration systems and all other mechanical systems on the Premises. If the Premises are not surrendered at the end of the Lease Term, or Extended Term, if applicable, Lessee shall indemnify Lessor against loss or liability resulting from delay by Lessee in surrendering the Premises, including, without limitation, any claims made by any succeeding Lessee based on the delay. and the control of th
- 15. Representations. The Lessee acknowledges and agrees that Lessee has been informed and understands that the Lessor makes no representations or warranties to the Lessee of any kind or nature, directly or indirectly, express or implied, as to any matter whatsoever, with regard to the Premises, its durability, fitness for a particular purpose, merchantability, condition, profitability and/or quality. Furthermore, the Lessee acknowledges that the Lessor and the Lessor's agents have made no representations of any material fact concerning the Premises, that the Lessee has had an adequate opportunity to inspect and investigate the Premises, that the Lessee has made a thorough independent examination and inspection of the Premises, that the Lessee is relying solely on that examination and inspection, and that the Lessee is acquiring possession of the Premises "AS IS." The Lessee's acceptance of possession of the premises shall constitute the Lessee's acknowledgment that the Premises are in good and tenantable condition.

16. Exculpatory Clauses.

- a) Exemption of Lessor from Liability. Lessor shall not be liable to Lessee or to any other person whomsoever for any injury or damage to person or property occurring within or about the Premises or by any other Lessee of Lessor, unless caused by or resulting from the wilful and intentional acts of the Lessor or any of the Lessor's agents, servants or employees in the operation or maintenance of the Premises. Lessor shall not be liable in damages or otherwise for failure to furnish, or any interruption of service of any water, gas, electricity, telephone, or other utility caused by fire, accident, riot, strike, labor disputes, acts of God, the making of any repairs or improvements, or causes beyond the control of Lessor, or for any loss, damage or theft of property of Lessee, its agents, servants or employees.
- b) <u>Excusable Delays</u>. Any prevention, delay, or stoppage, due to strikes, lockouts, labor disputes, acts of God, inability to obtain labor or materials or reasonable substitutes therefor, governmental restrictions, governmental regulations, governmental controls, enemy or hostile governmental action, civil commotion, fire or other casualty, and other causes beyond the reasonable control for the party obligated to perform shall excuse performance by such party for a period equal to any such prevention, delay or stoppage, except as otherwise provided in this Lease.
- and hold Lessor harmless from and against any and all claims, including mechanic's and materialman's liens, by or on behalf of any person(s), firm(s) or corporation(s), arising from the conduct or management of the operations conducted by the Lessee or arising out of any act or omission of Lessee, its contractors, licensees, agents, servants or employees, or arising from any accident, injury, or damage whatsoever caused by any person or property occurring in or about the Premises or any part thereof, and the walkways adjoining the Premises and from and against all costs, expenses, liabilities and attorney's fees incurred in connection with any such claim or proceeding brought thereon.
- Notices. All notices, statements, demands, requests, consents, approvals, authorizations, offers, agreements, appointments or designations under this Lease by either party or the other shall be in writing and shall be sufficiently given and served upon the other party, if sent by certified mail, return receipt requested, postage prepaid, and addressed to the Lessor at:

City of Hailey. 115 Main Street So. Suite H Hailey, ID 83333

or to the Lessee at:

Hailey Ice, Inc. Attn: Rink Manager PO Box 4616 Hailey, ID 83313

With a copy to:

Lawson Laski Clark & Pogue, PLLC Attn: James R. Laski PO Box 3310 Ketchum, ID 83313

or to such other address as Lessor or Lessee may from time to time designate by notice to the other, which shall then become a new address of the party who shall give such notice. Unless otherwise specifically provided for herein, notices given pursuant to the terms of this Lease shall be deemed received on the date sent.

- 18. <u>Waiver</u>. The failure of either party hereto to insist upon strict performance of any of the covenants and agreements of this Lease, or to exercise any election herein conferred in any one or more instances, shall not be construed to be a waiver or relinquishment of any such, or any other covenants or agreements, and the same shall be and remain in full force and effect. A particular waiver by either party of any said covenants or agreements to be performed by the other party shall not be construed as a waiver of any succeeding breach of the same or other covenants or agreements of this Lease.
- 19. <u>Board of Directors</u>. To further the recreational, cultural and civic goals more specifically described in paragraph 3 of this Lease, the Lessee shall, on or before the Commencement Date, amend its corporate documents, such as its by-laws, to fix the number of directors on its board of directors to five (5) directors, with one (1) director designated by Lessor.

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20. <u>Miscellaneous Provisions</u>.

- a) <u>Construction</u>. Whenever the singular number is used in this Lease and when required by the context, the same shall include the plural. The masculine gender shall include the feminine and neuter genders. The word "person" shall include corporation, firm or association. This Lease or any section thereof shall not be construed against any party due to the fact that the Lease or any section thereof was drafted by a particular party.
- b) <u>Title and Captions</u>. The headings of this Lease are not a part of this Lease and shall have no effect upon the construction or interpretation of any part of this Lease.
- c) <u>Final Agreement</u>. This instrument contains all of the agreements and conditions made between the parties to this Lease and may not be modified orally or in any manner other than by an agreement in writing signed by all parties to this Lease or their respective successors in interest.
- d) <u>Time of Essence</u>. Time is of the essence of each term and provision of this Lease.
- e) <u>All Required Payments are Additional Rent</u>. Except as otherwise expressly stated, each payment required to be made by Lessee shall be in addition to and not in substitution for other payments to be made by Lessee and shall be additional rent.

binding upon assigns of Le		e to the l	ors and A penefit of	Assigns. The heirs	The term , execut	s and prors, adm	ovisions inistrator	of this i	Lease essors.	shall be , and
immunities of enforcement and all disput provisions of	of this L es that n	ties, the c ease and nay arise	bligation the sever between	al covena the partie	and per nts, con s shall b	formanc ditions a e govern	es of the nd agree	parties, ments l	the hereof	and any
the remainder	h) of this		ility. The	e invalidit	y or ille	gality of	any pro	vision s	hall no	ot affect
for the purpos this Lease, the attorney's fee- fees and costs	e non-press and cos	orcing an evailing p sts, whetl	y of the roarty shal	l pay to t litigation	ies or ol he preva	oligation illing par	s arising ty the la	out of tter's re	or rela asonal	ting to ole
Lease. Lessee good standing resolution, to	g under t	nts and whe laws o	varrants to	te of Idah	hat it is o, and it	a corpor is autho	ation org rized, by	ganized zapproj	, existi priate (ing and in corporate
deliver to the	k) other all	Execution instrument	on of Nec	essary In may be re	strumen quired t	<u>ts</u> . Each o effectu	party ag	grees to provisio	execuns of t	te and his Lease.
representation	l) n of their	Separate choice o	Counsel	. Both pa	arties to and neg	this leas otiation	e have h of this L	ad full l ease.	legal	
documents, p		ll inform	ation and		orbear fi	shall ex com all s	recute an uch actio	d delive on as m	er all ay be i	necessary
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IN WITNESS WHEREOF, the parties, having been duly authorized, have hereunto caused this Lease to be executed, on the day and year first above written, the same being done after public hearing, notice and statutory requirements having been fulfilled.

Dated this 26th day of July , 2010.

LESSOR:

CITY OF HAILEY, an Idaho municipal corporation

ATTEST:

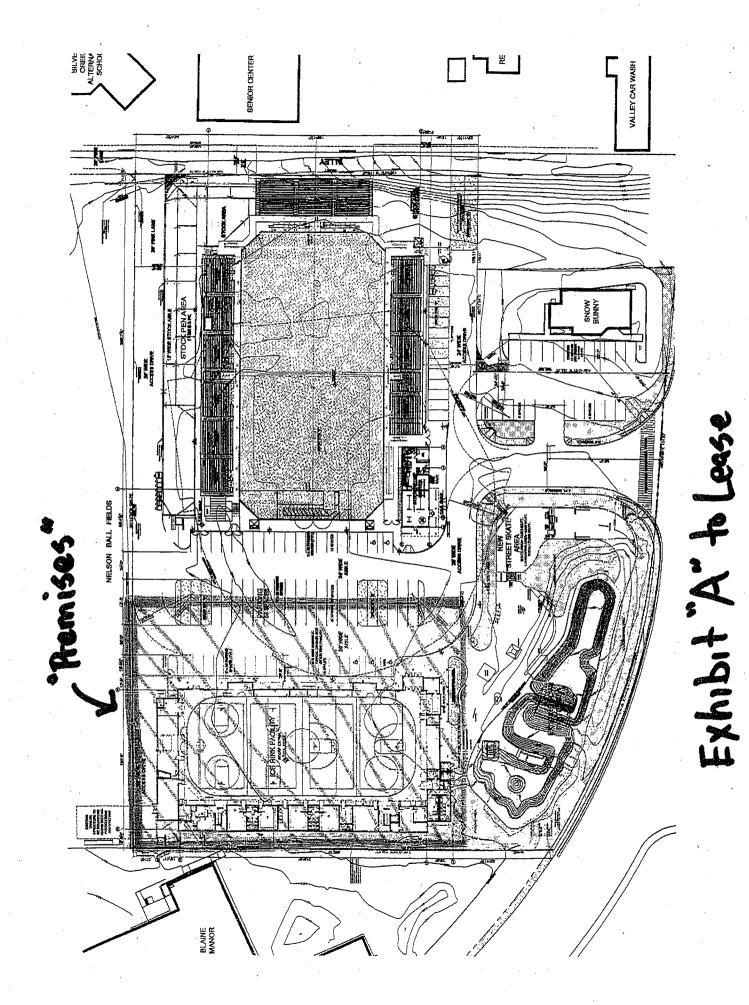
By: Mary Cone, City Clerk

By: Richard L. Davis, Mayor

LESSEE:

HAILEY ICE, INC., an Idaho non-profit corporation

Ron Fairfax, its President



-63-



AGENDA ITEM SUMMARY

DATE: 3/22/11	DEPARTMENT:	Finance Departme	int DEPT. HEAI	SIGNATURE:	Robin Crotty Deputy Clerk
SUBJECT: Char	nging of rates for M				
AUTHORITY: □ IC	Code IAR_			ce/Code	
BACKGROUND/S	UMMARY OF AL	TERNATIVES CON	ISIDERED:		•
Miller's Limo has a that were approve review and approv	d by council in Dec	ess license in the C cember of 2010. Bo	ity of Hailey. Th	ey would like to crates are attache	hange the rates d for council's
FISCAL IMPACT	PROJECT FINA	NCIAL ANALYSIS	<u>.</u>	•	
ACKNOWLEDGE	MENT BY OTHER	RAFFECTED CITY	DEPARTMENT	S: (IFAPPLICABLE))
City Attorn P & Z Cor		rk / Finance Directorks & Lands Board		eer Works	Mayor Other
			,		
RECOMMENDAT	ION FROM APPL	ICABLE DEPARTI	MENT HEAD:		•
Recommend adop	otion of new rates.				
FOLLOW-UP/CO	MMENTS:		:		

Old Kates

MILLER'S LIMO RATES

These prices are based from the Hailey airport

Bellevue and Hailey \$15 1-2 people/\$5 each additional person

North of Hailey up to Eastfork \$20 1st person/\$5 each additional person

North of Eastfork up to Sun Valley and Ketchum, Warm Springs and
Elkhorn \$25 1st person/\$5 each additional person

North of Saddle Road \$28 1st person/\$5 each additional person

North of Lake Creek Dr. to Eagle Creek \$30 1st person/\$5 each additional

*****Before 6 a.m. and after 10 p.m. additional \$10*****

Vehicle with Driver for Weddings, private parties, special occasions \$50/hour plus 20% gratuity

Out of Town Trips:

BOISE----\$300 up to 6 people additional person /\$25 each (when picking up passengers from late planes, a \$12.50/quarter hour wait time will be added)

TWIN FALLS ----\$175 up to 6 people/\$15 each additional person (when picking up passengers from late planes, a \$12.50/quarter hour wait time will be added)

Stanley----\$175 up to 6 people/\$15 each additional person (This is one way or round trip. If round trip, there is a \$50/hour wait time added)

Call for any other quotes and reservations @ (208) 720-3861, 720-9511

Any questions /comments call Freidman Airport @ 788-4956

New Kates

MILLER'S LIMO RATES

These prices are based from the Hailey airport per separate locations

- *Bellevue and Hailey \$15 1-2 passengers/\$5 each additional passenger
- *North of Hailey up to Eastfork Traffic Light \$20 1st passenger/\$5 each additional passenger
- *Out Eastfork Rd. and Greenhorn Gulch Rd. \$25 1st passenger/\$5 each additional passenger
- *North of Eastfork up to Sun Valley, Ketchum and Elkhorn \$28 1st passenger/\$5 each additional passenger
- *Over Warm Springs Bridge \$30 1st passenger/\$5 each additional passenger
- *North of Saddle Road \$30 1st passenger/\$5 each additional passenger
- *North of Lake Creek Dr. to Eagle Creek \$35 1st passenger/\$5 each additional passenger
- *Eagle Creek to SNRA \$40 1st passenger/\$5 each additional passenger
- *****Before 6 a.m. and after 10 p.m. additional \$10*****
- **Vehicle with Driver for Weddings, private parties, special occasions \$50/hour plus 20% gratuity
- * Out of Town Trips: **PRICES INCLUDE DRIVER'S GRATUITY**

BOISE----\$360 up to 6 people additional person /\$15 each (when picking up passengers from late planes, a \$25/half hour wait time will be added)

TWIN FALLS ----\$240 up to 6 people/**\$15** each additional person (when picking up passengers from late planes, a **\$25**/half hour wait time will be added)

Stanley----\$210 up to 6 people/**\$15** each additional person (This is one way or round trip. If round trip, there is a \$50/hour wait time added)

Call for any other quotes and reservations (208) 720-3861, 720-9511

Any questions /comments call Freidman Airport @ 788-4956

3/2011

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AGENDA ITEM SUMMARY

DATE: 03/28/2011	DEPARTMENT:	Public Works	DEPT. HEAD SIGNATURE:	
SUBJECT:				
04/23/11.			mb" Special Event at Hop Porter Park o	•
AUTHORITY: [] ID (IFAPPLICABLE)	Code	□ IAR	☐ City Ordinance/Code	
BACKGROUND/SU	JMMARY OF ALT	ERNATIVES CO		
FISCAL IMPACT /	PROJECT FINAN		•	
Budget Line Item # Estimated Hours Sp Staff Contact:			YTD Line Item Balance \$ Estimated Completion Date: Phone #	
Comments:				•
City Attorne	ov Clerk	/ Finance Directo	**DEPARTMENTS: (IFAPPLICABLE) r XX Engineer XX Building XX Fire Dept. XX Police Mayor	
RECOMMENDATI	ON FROM APPLI	CABLE DEPART	MENT HEAD:	
Special Event Head	ds approved with t	he following comn	nents:	
 Hop Porter The spons coming tra The City or Signs and Zoning De This speci address specion 	to Carbonate. or must provide perfic on both sides of Hailey has no auto Banners displayed partment. al event is within the	edestrians ahead a of the walk. Thority to grant per of for more than 72 The RGB zoning districtions	along the pedestrian right of way for wasignage 50 feet prior to traffic congestion mission for Carbonate Hill use. hrs. require a permit from the Hailey Patrict. No provisions exist within the zorot; however the Special Event standard	on to alert on Planning & ning code to

FOLLOW-UP REMARKS:



SPECIAL EVENT PERMIT APPLICATION

! EVENT NAME: (AR	BONATE HILL	Climb	
II I OCATION FOR EVEN	NT (D TI - D	. D. J11 -5 15l A Later con West	out and Div. 115 Main De CA.
II. LOCATION FOR EVE	VI (Be specific e.g., Hop Porte	r Park, all of 1 st Avenue between Waln	tut and Pine, 115 Main St. S.J:
☐ Public Property	☐ Private Property		
HAD PORTER PARK	Paullion, WESTE	END OF PARKAND A	EDETRIAN RIGHTOFULA!
ON BULLION STRE	SET FROM THE PO	WRK TO CARPONATE P	EDESTRIAN RIGHTS FWAY ARKING AREA AND BACK
III. EVENT SCHEDULE Special Events are limited to	o four days, including set-up rty or organization, unless a 1	and tear-down days. No more thar nodification is granted by the City	n eight events per calendar year can
	iting and attach to jour a		<u>le l'ege l'Obert Hagri</u>
Date(s) of Event		Hours	Estimated # of Attendees
SATURDAY	Start Time 200	End Time: $\mathcal{A}_{\mathcal{P}}\mathcal{M}$	One Hour Interval: All Day: 100 - 150
-110-1111	Start Time:	End Time:	One Hour Interval: All Day:
Date of Set-Up	O	D 100'	
Date of Tear Down	Start Time:	End Time:	
Due of Tour Bown	Start Time:	End Time:	r a de la companya del companya de la companya del companya de la
IV. FEES Special Event Permit Applie Per Day Park Rental Fee Security Deposit Tax (on park rental fees onl TOTAL DUE Additional Deposit Require	\$200 \$500 y) 6%	# 125,00 # 200,00 # 500.00 N/A 01. 825,00	A fee to the second of the sec
V. ODCANIZATION INC			
V. ORGANIZATION INFO	and the state of t		CAR BOLL BOWL
Applicant's Name: TRIS	H TOBIAS	Title; COMM	LUNITY EDUCATION COOLAIM
Mailing Address: P.O.BC	× 3216, HAI	LEY, JD	Zip Code: <u>\$3333</u>
Street Address:		City:	State:
Day Telephone	8-4-191	Evening Telephone:	
FAX Number	8-4-194	E-Mail Address:	ATESORG. ORG

7/15/2009

Applicant Driver's License #2006 342A
Sponsoring Organization: THE ADVOCATES
Non-Profit: (Yes) No Tax Exempt #: 9A - 31(2) RAB
Federal Tax #: 94-3160848 State Tax #:
VI. EVENT INFORMATION
New Event: Yes No Annual Event: Yes No Years Operating
Event Category: Commercial Noncommercial
Estimate of Gross Ticket Sales & Revenues (commercial event only):
Description of Event: CARBONATE HIN CLIMB, BBQ AND EASTER ECAS
HUNT AT HOP PORTER PARK!
Additional Details: SEE ATTACHMENT
VII. INSURANCE REQUIREMENTS
It is the responsibility of your Special Event organizers to maintain a COMPREHENSIVE GENERAL LIABILITY insurance policy with coverage of not less than \$1,000,000.00 combined single limit per occurrence. Each policy shall be written as a primary policy, not contributing with or in excess of any coverage which the City may carry. A certificate naming the City of Hailey, Blaine County, Idaho as additional insured shall be delivered to the City of Hailey with this application. The adequacy of all insurance required by these provisions shall be subject to approval by the City Clerk. Failure to maintain any insurance coverage required by this agreement shall be cause for immediate termination of the application.
Insurance Company: WOOD RIVER INCURANCE INCAGENT Name: REBECCA RUNTER
Address: 410: N, MOUN STREET Phone: 208-788-1100 HAILEY, ID 83333
HOLD HARMLESS CLAUSE Permittee (organization/applicant) shall indemnify and hold harmless the City of Hailey, its agents, its employees and authorized volunteers from and against all claims, damages, losses and expenses, including attorney's fees, arising out of the permitted activity or the conduct of Permittee's operation of the event if such claim (1) is attributable to personal injury, bodily injury, disease or death, or to injury to or destruction of property, including the loss of use there from, and (2) is not caused by

any negligent act or omission of willful misconduct of the City of Hailey or its employees acting within the scope of their employment.

(Attach any additional pages as needed)

7/15/2009

SPECIAL EVENT ACTIVITIES & CITY SERVICES REQUESTED

Your Event Organizer is responsible for providing a complete list of event activities including a list of suppliers providing services. An event logistics map is required, detailing the location for all road closures, event set up, canopies, stages, vendors, booths, and any other major services or activities planned.

14.0	Yes	No	Check all Planned Activities	Yes	No	Check all Planned Activities
ESTILA?	X		Street Closures & Access / Parade Detailed map listing areas of closure, parade route is required. An ITD permit is required for Main Street.		X	Alcohol Served (Free of Charge) (name of provider)
			required. An 11D permit is required for Main Sueet.		X	Alcohol Sold Requires Alcohol Beverage Catering Permit (Hailey Code 5.13)
	X		Street Closures & Access Parade require your Event Coordinator to notify all affected businesses, churches schools and neighborhoods	X		Food/Beverages will be served (List Caterers):
Ol AC	# 2-8		Canopies/Tents/Membranes/Temporary Structures (Number & Size(s) City of Hailey Fire Department, Fire Code Enforcement	# 2-4		Vendors items sold/solicitation OTHER NON-PROFITS ARE INVITED TO SET UP BOTHS
		X	Medical Services (Circle) First Aid and/or EMS Services Who is providing services?	9		
	#	X	Security (detail who, number of officers, times. Attach plan)	# 2-8		Booths: Profit Non-Profit
			Traffic Control / Shuttle Buses (Number of buses / locations / hours of operation, attach plan.)		X	Lighting plan: attach plan
	#		Electricity Generators (Size) Attach detailed electrical plan.	X		Activities / Entertainment (Agenda) - 2 PM Other equipment or entertainment ZASTELES LIVE AUXO PRINCETON + HUAN
		sQr	Water Drinking / Washing (circle)		X	Signs or Banners: sign permit may be required by the City Planning and Zoning Department Stages (Number and Size(s))
. ·		X	Gray Water Barrel / Grease Barrel (circle /detail # and locations)	#	X	Barricades. How many identify locations and attach logistics map
	X		Sanitation -Trash bins, Dumpsters, Recycle (circle /detail # and locations)	#15	50	EVENT estimated attendance
RE6	#		Porta Toilets / Wash Stations (Quantity ADA Regular	#5-	-8	Number of staff working event
ADA			REQUEST USE OF ONSITE	#10	-20	Number of volunteers working

I hereby certify that I have read and will abide by the laws, rules and regulations set forth by the City of Hailey, Blaine County, and the State of Idaho, and in signing this application, I hereby agree that I and the organization I represent, shall hold the City of Hailey and all of its agents or employees free and blameless from any claim, liability or damage which may arise from use of City facilities or equipment, whether or not the City of Hailey, its agents or employees are jointly negligent. I further agree to promptly reimburse the City of Hailey and all of its agents for any clean up loss or damage to City property resulting from this use, as well as permitting, staffing, equipment use/rental, property use/rental, clean up, inspections involving the use of public property, public employees or public equipment for the Special Event. In the event the deposit exceeds the actual charges, the City Clerk shall refund the balance to the applicant.

Event Organizer's Signature: Date: 3/9/11

7/15/2009



The Advocates for Survivors of Domestic Violence and Sexual Assault Carbonate Hill Climb Special Event Application Attachments

GOAL/REASON FOR EVENT: The Carbonate Hill Climb Walk/Run is being held in conjunction with National Sexual Assault Awareness Month. The event is meant to be a family, community-wide gathering to raise awareness and funds for The Advocates.

A map with detailed directions is attached. To elaborate: The Walk/Run will begin and end at Hop Porter Park. We will be utilizing the pavilion and west end of the park in addition to the pedestrian right of way on Bullion Street from Hop Porter Park to Carbonate Mountain parking area and back.

Traffic Control: See map. We anticipate an attendance of 100-150 people. We will have staff, board members and other volunteers placed at key areas along the route to direct the participants and control traffic if needed.

Water/Food/Other: The event will occur on Saturday, April 23rd. Registration is at 10:00 and the hill climb begins at 11:00. There will be a BBQ at 12:00 noon and a community Easter egg hunt which is open to anyone who would like to attend even if they do not participate in the Walk/Run. We will be charging a fee of \$20.00 adult \$10.00 student for the Walk/Run and \$ 5.00 for the BBQ.

Water bottles and race bibs will be distributed at registration. The Walk/Run is expected to last about 1 ½ hours and the BBQ will immediately follow. We will have a D.J. during the BBQ and a guest speaker. We will be serving hamburgers, veggie burgers, hot dogs and a side dish. Water and lemon aid will also be available. No permits are required for the food preparation/service at this event. We will have two porta-toilets, garbage bin and recycling containers stationed near registration. We will also have one 10x10 canopy with our name and logo. Other non-profit organizations have been invited to participate and have their own 10x10 canopy which will be used as informational booths. Our staff and volunteers will be responsible for all clean up.

We will be setting up for the event between 8:00 - 10:00. Tear down and clean up will be between 2:00 - 4:00.

Advocates for Survivors of Domestic Violence and Sexual Assault

The Advocates' mission is to prevent domestic violence and sexual assault in our communities through education, shelter and supportive services.

