

CITY OF COMMERCE AGENDA REPORT

TO: Honorable City Council

FROM: City Manager

SUBJECT: TEMPORARY LEASE OF CITY OWNED PROPERTY LOCATED AT

2500 EASTERN AVENUE FOR A 4TH OF JULY FIREWORKS STAND WITH AMERICAN PROMOTIONAL EVENTS, INC. - WEST, A

CALIFORNIA CORPORATION, D.B.A. TNT FIREWORKS

MEETING DATE: June 18, 2019

RECOMMENDATION:

Approve the temporary lease agreement for the property located at 2500 Eastern Avenue with American Promotional Events, Inc. – West A California Corporation, D.B.A TNT Fireworks (TNT Fireworks) for the amount of \$1,000 from June 20, 2019 to July 5, 2019 for the use of a fireworks stand for a local non-profit organization.

BACKGROUND/ANALYSIS:

TNT Fireworks has been renting the vacant lot at 2500 Eastern Avenue annually from the previous property owner (Eastern Development), to set up a fireworks stand for over 13 years. Fireworks stands are typically operated by non-profits organizations from the Community as a fund-raising source of revenue. This fireworks stand has been operated by the Commerce Aquatics Boosters for many years. The agreement with the previous property owner, Eastern Development, was to allow the use of a portion of the vacant lot for the firework stand and customer parking on a temporary basis.

TNT Fireworks understands that the property may not be available in the near future but until a development is undertaken they would like opportunity to rent the space as before. As part of the agreement they will provide \$10,000,000 insurance certification that names the City of Commerce as additionally insured in the policy.

The temporary lease is from June 20, 2019 to July 10, 2019 and the fireworks stand will be removed by July 10, 2019. Only "Safe and Sane" fireworks will be sold at the fireworks stand from June 28, 2019 to July 4, 2019.

ALTERNATIVES:

- 1. Approve Staff Recommendation
- 2. Reject Staff Recommendation
- 3. Provide Staff with further direction

FISCAL IMPACT:

TNT Fireworks (TNT Fireworks) will pay the City the amount of \$1,000 to use its property for a fireworks stand with the proceeds benefitting a local non-profit organization.

RELATIONSHIP TO STRATEGIC GOALS:

The issue before the Council is applicable to the following Council's strategic goal: "Support and create partnerships with educational institutions and organizations that work to improve the lives of our residents" as identified in the 2016 Strategic Plan.

Recommended by: Maryam Babaki, Director of Public Works & Development Services

Prepared by: Manuel Acosta, Contract Planner Reviewed by: Vilko Domic, Finance Director Approved as to form: Noel Tapia, City Attorney

Respectfully submitted: Edgar P. Cisneros, City Manager