

RESOLUTION NO. 2016-171

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ELK GROVE
AUTHORIZING THE CITY MANAGER TO EXECUTE AN AGRICULTURAL LEASE WITH
MAHON RANCH FOR THE PROPERTY LOCATED AT 10251 GRANT LINE ROAD
[ASSESSOR PARCEL NUMBER 134-0190-009-0000] (CEQA EXEMPT)**

WHEREAS, on August 27, 2014, the City Council authorized the purchase of approximately 99 acres of land located at 10251 Grant Line Road (the "Property"); and

WHEREAS, on November 14, 2014, City Council authorized the City Manager to enter into an agricultural lease with Mahon Ranch, for one season of winter hay crop cultivation, for the property located at 10251 Grant Line Road (the "Property"); and

WHEREAS, in January 2015, City Council directed staff to file an application with the Sacramento Local Agency Formation Commission (LAFCo) to process a Sphere of Influence Amendment (SOIA) to include the Property in the City's Sphere of Influence (SOI); and

WHEREAS, on July 8, 2015, City Council authorized the City Manager to enter into an agricultural lease with Mahon Ranch, for one season of winter hay crop cultivation, for the property located at 10251 Grant Line Road (the "Property"); and

WHEREAS, parallel to SOIA process, and pursuant to City Council direction on September 23, 2015, Staff is continuing its design and engineering efforts for future development of the Property; and

WHEREAS, thereby, Mahon Ranch seeks to renew its lease of the Property for one (1) additional season of winter hay crop cultivation, commencing on October 1, 2016 and terminating on June 30, 2017; and

WHEREAS, the City may, at its sole option, extend the lease for up to three (3) additional one-year terms, upon mutual consent of the parties; and

WHEREAS, in an effort to reduce maintenance-related expenses of the Property, until such time Property is developed, the City seeks to renew the lease on the Property with Mahon Ranch for cultivation a winter hay crop; and

WHEREAS, for the reasons presented, entering into the proposed lease without seeking competitive proposals is in the best interest of the City; and

WHEREAS, entering into the proposed lease is exempt from review under the California Environmental Quality Act ("CEQA") pursuant to CEQA Guidelines Section 15304, Minor Alterations to Land.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Elk Grove finds that leasing of the Property without seeking competitive proposals is in the best interest of the City, finds that leasing the property is for the common public benefit, and hereby authorizes the City Manager to execute a lease agreement and extension thereof, for up to three (3) additional one-year terms, with Mahon Ranch in substantially the form presented with the accompanying staff report.

PASSED AND ADOPTED by the City Council of the City of Elk Grove this 14th day of September 2016.




GARY DAVIS, MAYOR of the
CITY OF ELK GROVE

ATTEST:



JASON LINDGREN, CITY CLERK

APPROVED AS TO FORM:



JONATHAN P. HOBBS,
CITY ATTORNEY

**CERTIFICATION
ELK GROVE CITY COUNCIL RESOLUTION NO. 2016-171**

STATE OF CALIFORNIA)
COUNTY OF SACRAMENTO) ss
CITY OF ELK GROVE)


I, Jason Lindgren, City Clerk of the City of Elk Grove, California, do hereby certify that the foregoing resolution was duly introduced, approved, and adopted by the City Council of the City of Elk Grove at a regular meeting of said Council held on September 14, 2016 by the following vote:

AYES : **COUNCILMEMBERS:** *Davis, Ly, Detrick, Hume, Suen*

NOES: **COUNCILMEMBERS:** *None*

ABSTAIN : **COUNCILMEMBERS:** *None*

ABSENT: **COUNCILMEMBERS:** *None*



**Jason Lindgren, City Clerk
City of Elk Grove, California**