

CONSENT AGENDA ACTION ITEM

Governing Board Agenda

Meeting Date: June 23, 2009

Item Number	Item Title	Responsible Agents
V.E.14	Lease extension for Freeway Village Shopping Center on behalf of Rio Salado College	Debra Thompson Dr. Linda Thor

Recommendation

It is recommended that the Governing Board approve a 12 month lease extension of the Freeway Village Shopping Center on behalf of Rio Salado College. The monthly rate has been reduced from the current rate of \$15,913.00 per month or \$15.81 per square foot to \$15,598 or \$15.50 per square foot.

Justification

Rio Salado College has leased this site since July 1998. The site is currently used as a service and educational center for the East Valley. Services and operations located at the site include Adult Basic Education (ABE) and GED services, testing services, computer lab and other student services.

The College intends to terminate the lease after this extension. The extension is needed to allow time to evaluate other options that the College is reviewing as well as seek additional public funding sources. Options may be purchase or construction of another facility or \$1 per year land lease that will enable the College to build.

If the lease had been renewed, the rate was scheduled to increase 4% to \$16.44. The proposed rate is a 6% reduction to \$15.50.

Funding	Approvals/Certifications
<u>Source:</u> College operating funds <u>Account Identification:</u> 110-350-113650-55130	Chancellor _____ Academic & Student Affairs _____ Business Services _____ Human Resources _____ ITS _____ Res Dev & Cmty Relations _____ College President _____