

**CITY OF GREAT FALLS, MONTANA
AGENDA REPORT**

**AGENDA # 10
DATE November 19, 2002**

ITEM: Power Source Fitness Agreement

INITIATED BY: Park & Recreation Department

ACTION REQUESTED: Set Public Hearing

PREPARED AND PRESENTED BY: Jerry Sepich, Park & Recreation Director

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RECOMMENDATION:

Staff recommends the City Commission set a public hearing to consider a lease agreement with Power Source Fitness at the Community Recreation Center.

MOTION:

“I move the City Commission set a public hearing for 7:00 p.m. December 3, 2002 to consider a lease agreement with Power Source Fitness at the Community Recreation Center.”

SYNOPSIS:

The City, per ordinance, advertised for proposals for the fitness area at the Community Recreation Center. The City did not receive any proposals to this request. Because it is advantageous to have a fitness area, including weight lifting and cardiovascular equipment, at the center, staff initiated discussion with Power Source Fitness on a possible agreement. The proposed lease is for three years. The City is proposing a rental of Eight Hundred Dollars (\$800) per month or a equal split of membership, whichever is greater. The proposed lease also includes a \$25 increase in the base fee each year of the contract.

BACKGROUND:

Power Source Fitness has been leasing space at the Community Recreation Center for the past four years. Currently their rent is \$600/month.

As requested by Title 3, Chapter 12 OCCGF, before final consideration of leases of City property, the City Commission is required to hold a public hearing to receive comment regarding such leases.

The Park & Recreation Board approved the proposed lease at its October 14, 2002 meeting.