

RESOLUTION NUMBER R-294161

ADOPTED ON NOV 14 2000

WHEREAS, the original lease for the Dana Inn and Marina in Mission Bay Park [Lease] commenced in June of 1968 and expires in June of 2018; and

WHEREAS, the current lessee of the Dana Inn and Marina, Bartell Hotels dba Dana Inn and Marina [Bartell Hotels], acquired its interest in the Lease in December of 1986; and

WHEREAS, improvements to the leasehold were completed in 1968 and currently consist of 196 guestrooms, a 4,000 square foot coffee shop, and a 141 boat slip marina, which occupy 7.97 acres of land and 2.43 acres of water; and

WHEREAS, Bartell Hotels desires to complete an \$11 million renovation of the existing hotel and restaurant including an expansion of 80 rooms on 2.5 acres of adjacent land [Project], which would be consistent with the Mission Bay Park Master Plan Update; and

WHEREAS, Bartell Hotels recently received recommendations for approval of the Project from the Mission Bay Park Committee, Design Review Committee, and the Park and Recreation Board; and

WHEREAS, the Project will beautify and improve the leasehold, and it is anticipated that it will provide increased revenue for the City as well as additional transient occupancy taxes; and

WHEREAS, the City and Bartell Hotels have negotiated a 50-year lease at the initial rental rate of \$361,806.27 per year, the fair market rate as determined by City valuation staff;

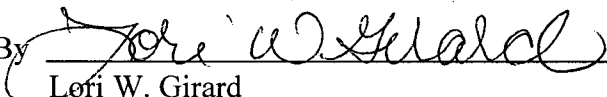
NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego, that the City Manager is

authorized to execute, for and on behalf of the City, a 50-year lease agreement with Bartell
Hotels for the lease of the Dana Inn and Marina in Mission Bay Park, under the terms and
conditions set forth in that lease agreement on file in the office of the City Clerk as Document

No. RR- 294161

APPROVED: CASEY GWINN, City Attorney

By 
Leri W. Girard
Deputy City Attorney

LWG:cdk
10/31/00
Or.Dept:REA
Aud.Cert:N/A
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