

LEGISLATIVE REFERENCE BUREAU FISCAL ANALYSIS

PUBLIC WORKS COMMITTEE

ITEM 25, FILE #061411

MARCH 7, 2007

JEFF OSTERMAN

File Number 061411 is a resolution approving an amendment to the City of Milwaukee's lease agreement with the Edward E. Gillen Co.

Background

1. Since 1999, the Edward E. Gillen Co. has leased 0.921 acres of City of Milwaukee property at 1801 S. Carferry Drive on the Port of Milwaukee's South Harbor Tract. The lease is administered by the Port of Milwaukee.
2. The lease agreement between the Edward E. Gillen Co. and the City extends through December 31, 2010.
3. The Edward E. Gillen Co. is a marine contractor that offers ship and barge repair and design, engineering and construction of dockwalls, breakwalls, building foundations, pier protection systems, and other marine services.

Discussion

1. The resolution approves an amendment to Gillen Co.'s lease agreement with the City to provide that one parcel is removed from Gillen Co.'s leasehold, while adding another parcel. The net result of these changes is an increase in the amount of leased property, to 1.15 acres.
2. The lease amendment also provides that Gillen Co. will retain use of the driveway on the northern edge of the lease property, that Gillen Co.'s use of the additional land will be subject to the same conditions set forth in the original lease agreement dated December 20, 1999, and that Gillen Co. will maintain a use setback of 15 feet from the dockwall for loads exceeding 600 pounds per square foot.
3. The Board of Harbor Commissioners approved this amendment to the lease agreement at its January 19, 2007, meeting.

Fiscal Impact

1. Since this resolution does not alter the financial provisions of the lease agreement between Edward E. Gillen Co. and the City of Milwaukee, it has no fiscal impact.

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