



**CITY OF HOUSTON - CITY COUNCIL**

Meeting Date: 3/31/2020

ALL

Item Creation Date: 3/26/2020

MYR - Hazari LLC Lease Agmt

Agenda Item#: 12.

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**Summary:**

ORDINANCE approving and authorizing Lease Agreement between **HAZARI, LLC.**, as Landlord, and the City of Houston, Texas, as Tenant, for Hotel Space including 126 guest rooms and associated common space located at 9902 Gulf Fwy, Houston, Harris County, Texas, at a monthly rental of \$196,365.00, to be used as a COVID-19 quarantine site

**Background:**

**SUBJECT:** An ordinance approving and authorizing a lease agreement between Hazari, LLC., as landlord, and the city of Houston, Texas, as tenant for hotel space and common space located at 9902 gulf fwy, Houston, Texas to be used as a COVID-19 quarantine site; making various findings and provisions relating to the subject; and declaring an emergency.

**RECOMMENDATION: (Summary)**

Approve an ordinance authorizing a lease agreement between Hazari, LLC., as landlord, and the city of Houston, Texas, as tenant for hotel space and common space located at 9902 Gulf Fwy, Houston, Texas to be used as a COVID-19 quarantine site; making various findings and provisions relating to the subject; and declaring an emergency.

**SPECIFIC EXPLANATION:**

The novel coronavirus (COVID-19) has been recognized globally as a contagious respiratory virus; and on March 13, 2020 Governor Greg Abbott declared a state of disaster for all counties in Texas pursuant to Section 418.014 of the Texas Tax Code citing (1) more than 30 confirmed cases of COVID-19 located in multiple Texas counties (2) more than 50 Texans with pending tests for COVID-19 in Texas and (3) the altered schedules and in some instances the closings of some schools, universities, and other governmental entities.

The declaration further acknowledges the priority of coordinating preparedness efforts across state agencies and working with local partners to promote appropriate mitigation efforts; and the criticality to take additional steps to prepare for, respond to, and mitigate the spread of COVID-19 to protect the health and welfare of Texans.

There has been a significant number of positive cases in Houston and in the region and subsequently, the need to provide adequate shelter to those in self-quarantine. To address the need to accommodate and provide shelter for Houstonians in self- quarantine, the Administration desires to enter into a lease agreement with HAZARI, LLC., located at 9902 Gulf Freeway, Texas. The lease will provide for 126 rooms, common space, and other hotel services as provided for an initial term of 90 days, with an option to extend and at a monthly rental rate of \$192,900.00.

The Administration recommends City Council Approval to address this health emergency and to protect the residents, first responders, and health professionals to mitigate the risk of spread of the COVID 19 virus.

**Fiscal Note:**

Funding for this item is not included in the FY2020 Adopted Budget

**Disaster Note:**

This item is related to the impact of COVID-19 and it is the City's intent to seek reimbursement from FEMA and/or other eligible sources for such expenditures

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Andy Icken, Chief Development Officer

**Amount of Funding:**

\$578,700.00 - General Fund (1000)

**Contact Information:**

Andy Icken Phone: 832-393-1064

ATTACHMENTS

**ATTACHMENTS:**

**Description**

Ordinance

**Type**

Ordinance/Resolution/Motion