CITY COUNCIL READ FILE COVER SHEET

Subject: Ordinance 1121 concerning Authorizing a Lease Agreement with the Chesapeake Heritage Conservancy for the Skipjack Martha Lewis (Public Hearing)

Date: **9/6/2023**

Notice:	ice: Any comments made after 5:00 p.m. on the Thursday before the Council Meeting will not be seen in the agenda packet.			
<u>Purpose:</u>			ment as Needed d by September 18 File Drawer	3, 2023
<u>Approve:</u> Johnny Boker Comment:		□ Yes	□ No	□ No Comment
Casi Boyer		□ Yes	□ No	☐ No Comment
Vicki Jones Comment:		□ Yes	□ No	☐ No Comment
Jim Ringsaker		□ Yes	□ No	☐ No Comment
Jason Robertsor Comment:		□ Yes	□ No	☐ No Comment
Tammy Lynn Schneegas Comment:		□ Yes	□ No	□ No Comment

Note: N/A

1	CITY COUNCIL
2	OF
3	HAVRE DE GRACE, MARYLAND
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5	ORDINANCE NO. 1121
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8 9	Introduced by Council Member Schneegas
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11	AN ORDINANCE BY THE MAYOR AND CITY COUNCIL OF HAVRE
12	DE GRACE, MARYLAND, ADOPTED PURSUANT TO THE
13	AUTHORITY OF ARTICLE XI-E OF THE MARYLAND
14	CONSTITUTION, THE LOCAL GOVERNMENT ARTICLE OF THE
15	ANNOTATED CODE OF MARYLAND, AND SECTIONS 33, 34 AND 36
16	OF THE HAVRE DE GRACE CITY CHARTER TO APPROVE A DOCK
17	LEASE BETWEEN THE CITY AND CHESAPEAKE HERITAGE
18	CONSERVANCY, INC. FOR USE OF THE HUTCHINS PARK PIER
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20	On: <u>September 5, 2023</u>
21	at: <u>7:00 p.m.</u>
22	Ordinance introduced, read first time, ordered posted and public hearing scheduled.
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24	DUDY IC HEADING
25	PUBLIC HEARING
26	A Public Hearing is scheduled for September 18, 2023 at 7:00 p.m.
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	EXPLANATION
	<u>Underlining</u> indicates matter
	added to existing law.
	[Bold Brackets] indicate matter deleted from existing law.
	Amendments proposed prior to
	final adoption will be noted on a separate page with line
	references or by handwritten
2.1	changes on the draft legislation.
31	

- 32 WHEREAS, the mission of the Chesapeake Heritage Conservancy, Inc. is to promote and
- 33 preserve historic Chesapeake Bay watercraft and to educate the public in the heritage of the
- 34 Chesapeake Bay; and
- 35 **WHEREAS**, the City of Havre de Grace and the Chesapeake Heritage Conservancy have a long
- 36 history and relationship of more than 25 years; and
- 37 **WHEREAS**, the Skipjack Martha Lewis, owned and operated by the Chesapeake Heritage
- 38 Conservancy, Inc., was, for many years, the unofficial ambassador for Havre de Grace; and
- 39 WHEREAS, the Skipjack Martha Lewis was built in 1955 by Bronza Parks for Captain James
- 40 Lewis, who named the boat after his mother; and
- 41 WHEREAS, the Martha Lewis has gone under extensive renovations project since 2016, and will
- soon be ready to return to the waters of the Chesapeake Bay, to carry on its mission; and
- 43 **WHEREAS**, the Skip Jack Martha Lewis will return to Havre de Grace for the latter part of the
- 44 2023 boating season and the entire 2024 boating season.
- NOW THEREFORE, it is determined, decided, and ordained by the City Council that it is in the
- best interest of the citizens of Havre de Grace for the Mayor to offer to the Chesapeake Heritage
- 47 Conservancy, Inc. a dock lease (substantially in the form attached hereto as Exhibit A) based on
- 48 the following terms:

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- a. The Mayor and City Council of Havre de Grace shall offer a lease to the Chesapeake Heritage Conservancy Inc., for dockage space and electric at the Hutchings Park pier for the 2023 and 2024 boating seasons.
 - b. The Mayor and City Council of Havre de Grace shall provide dockage, water and electricity to the Chesapeake Heritage Conservancy Inc., for both the 2023 and 2024 boating seasons at no cost.
 - c. The Chesapeake Heritage Conservancy Inc. shall provide an educational cruise opportunity that includes 6 dates that will be offered to up to 12 Havre de Grace residents.
 - d. Upon expiration of this agreement, any future agreements shall be at the established slip rates for the Hutchins Park pier.
- ADOPTED by the Mayor and City Council of Havre de Grace, Maryland this 5th day of September 5, 2023.

61 62 63 64	ATTEST:		MAYOR AND CITY COUNCIL OF HAVRE DE GRACE
65 66 67	Stephen J. Gamatoria Director of Administration		William T. Martin Mayor
68 69 70	Introduced/First Reading: Public Hearing: Second Reading/Adopted:	9/5/2023	
71	Effective Date:		

1	EXHIBIT A
2 3	LEASE AGREEMENT
4 5 6 7 8 9	This LEASE AGREEMENT ("Lease" or "Agreement") is effective this day of, 2023 ("Effective Date"), between THE MAYOR AND CITY COUNCIL OF HAVRE DE GRACE , a Maryland municipal corporation, ("City" or "Lessor"), and CHESAPEAKE HERITAGE CONSERVANCY, INC. a Maryland company ("Company" or "Lessee").
10 11 12 13	WHEREAS, the City is the owner of certain real property, including the associated pier, pilings, moorings, and riparian rights, and other related improvements located within Hutchins Park and along the shoreline at the foot of Congress Avenue in the City, as more particularly described herein ("Pier"); and
14 15 16	WHEREAS, the Lessee is the owner and operator of a historic skipjack sailboat named MARTHA LEWIS ("Boat") and wants to dock the Boat at the Pier where it will be used for commercial purposes; and
17 18 19	WHEREAS, the City seeks to promote safety, health, good will and the economy within its boundaries and the Lease will allow the Pier to be used for the City's general purposes and aid in education and charity within the City;
20	NOW THEREFORE, the parties agree as follows:
21 22 23 24 25	1. TERM. This Lease shall be effective for a term of two boating seasons to include calendar years 2023 and 2024 and shall commence on the effective Date of this Agreement. Further renewals may only be made by written agreement of the parties, at the normal fee rate as described in Chapter 70 of the City Code. In the event the Lease is not renewed by the end of 2024, the vessel shall vacate the slip by December 31, 2024.
26 27 28 29	2. DOCK FEE. The parties agree that the dock fee, electric and water usage will be waived for the 2023 and 2024 calendar. As consideration for the waiver of the dock fee, the Lessee agrees to provide an educational cruise opportunity free of charge for up to 12 Havre de Grace residents per cruise on six (6) different dates, on a first come, first served basis.
30	3. TERMS OF USE.
31 32	A. Lessee agrees that it may use only that portion of the City's property granted by the City under this Lease and no other portion.
33	B. The permitted use is personal to the Lessee and no other person or entity.
34 35	C. The permitted use may not be assigned, sublet, or transferred in any manner by the Lessee. This Lease is not subject to an assignment for the benefit of creditors.
36	D. The permitted use is subject to the Lessee observing and obeying all rules,

ordinances, requirements, regulations, orders or directives made by the City through its proper

officers, directors or agents. Such rules and regulations shall include, without limitation, those

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39	relating to signage, noise ordinance, or the necessity of acquiring any permits, including any
40	permits from the Harford County Liquor Control Board. In addition, Lessee agrees to abide by all
41	applicable federal, state or local dock procedures, rules, and regulations, including, without
12	limitation: federal, state, and county laws relating to marine safety, communication, sanitation,
1 3	pollution and navigation (such as the Inland Navigational Rules Act of 1980, Rules and
14	Regulations of the Coast Guard, Maryland Department of Natural Resources, and Maryland
1 5	Department of the Environment).

E. The permitted use only applies to the Pier and this Lease does not apply to any other boat slip, mooring, dock or pier, unless it is a temporary situation to accommodate emergency conditions or repair to the Pier.

F. Improvements

- 1. Any improvements to the Pier must be approved in writing by the Marina Manager and the Planning Department.
- 2. Any improvements necessary will be paid in full by the Lessee.
- 3. Any improvements required will be completed by a contractor approved by the Marina Manager.
 - a) Submittal of a design will be required, to include all specifications, maintenance requirements and estimated costs.
 - b) Upon termination of this agreement for any reason, the City will decide whether to keep the improvements or require the Lessee to remove and properly dispose of the improvement (s).
- G. Prior to mooring the vessel in the City owned slip, the Lessee must provide the City of Havre de Grace the following documentation: (a) a Certificate of Good Standing from the State of Maryland; (b) Current Maryland Boaters Registration and Title (See Section 13); (c) Current Insurance Certificate (See Section 9); (d) US Coast Guard Vessel Certification; and (e) a captain's license if required by the State or other regulatory authority.
- 4. INDEMNITY. The Lessee shall indemnify and save harmless the City and its employees and agents from all claims and demands suits, actions, loss, damages, recoveries, judgments, costs or expenses in any injury, death, loss or damage related to the Lessee's use of City property or breach of this Lease Agreement.
- 5. RESTORATION. The Lessee is responsible for all costs or expenses to restore the City's property after termination of the use under this Lease.
- 6. MAINTENANCE. The Lessee shall maintain any facility or object in, above, or on the City's property and related to the use in a manner that is clean, workmanlike, in good repair and safe.
- 7. PERMITTED USE. The temporary permitted use allowed by this Lease is the following: the docking, maintenance and operation of the Boat, only at or about the dock located at Hutchins Park, which does not interfere with the docking, mooring, or operation of emergency vehicles.

- 8. BOAT MAINTENANCE. No heavy boat maintenance, such as major engine repair, shall be permitted at the Pier. The City reserves the right in its sole discretion to determine what type of maintenance and repair shall be permitted.
- 9. INSURANCE. Lessee shall keep in full force and effect and provide to the City insurance policies and certificates, which provide protection and indemnity coverage of no less than Three Million Dollars (\$3,000,000.00) for personal injury and for property damage to the City Pier. The City shall appear as an additional insured on any policy of insurance for your operations. The Lessee shall also provide proof of workers' compensation coverage. Failure to maintain insurance as set forth herein will result in immediate termination of this Lease.
- 10. SPECIAL EVENTS AND PROMOTIONS. The Lessee agrees to cooperate with promotional and special events that may occur throughout the City, including those that occur in or near Hutchins Park. For special events in the City, additional landing sites may be permitted but only with prior written permission of the City. Lessee agrees to permit the City to photograph or otherwise produce a likeness of the Boat for publication or promotional purposes and shall permit the erection of signs and other promotional displays on or near the Pier promoting seasonal events authorized by the City.
- 11. UTILITIES. Lessee will not be responsible for utilities for the 2023-2024 calendar years. In the event the City receives utility bills that are unreasonably high, the City may, without notice, temporarily shut off utilities as may be necessary to access the need for repairs and/or use.
- 12. PARKING. This Lease does not include any parking areas as a matter of right. The privilege granted to the Lessee's patrons to use City parking lots is solely as an accommodation to the Lessee, and may be restricted by the City at any time without notice.
- 13. BOAT TITLE. As a condition of this Agreement, Lessee shall provide the City with proof of title and length of Boat. Failure to provide proof of title will result in immediate termination of this Lease.
 - 14. CONDITION OF DOCKING AND ADJACENT FACILITIES. Lessee acknowledges that it has inspected the Pier and adjacent facilities and is satisfied that the Pier is adequate for safe mooring of the boat. The Lessee is accepting the Pier in "as is" condition. The City shall designate the location of loading ramps. Lessee shall not alter the Pier or bulkhead without written permission of the City.

15. RESPONSIBILITIES REGARDING SAFETY AND DAMAGE.

A. This contract is not a bailment of the Boat but a Lease to use City dock space. Such space is used at the sole risk to the Lessee and no additional responsibilities are assumed by the City by entering into this Agreement. The City shall not be liable for the care of the protection of the Boat, including the gear, equipment, and contents, or for any loss or damage of whatever kind or matter to the Boat, contents, gear or equipment. The City shall make available temporary dockage inside the City Yacht Basin during significant impending weather events, such as extreme dam releases where 16 gates or more will be opened; high wind conditions that are greater than 60 mph sustained.

- B Lessee represents and warrants that the Boat is in a seaworthy condition and will be maintained in a seaworthy condition at all times while the Boat is kept at the Pier. Should the City discover the Boat is in peril, Lessee agrees to pay to the City as an additional dock fee, all charges for labor and materials incurred or expenses paid by the City for the Boat in connection with correcting this situation, provided however, the City has no obligation to render aid or assistance of the Boat under any circumstances.
- C. Upon execution of this Lease, the Lessee shall provide the City with the phone number for the Lessee and the Lessee's designated agent for contact in the event of emergencies.
- D. The City is not responsible for losses or damages to the Boat in any way. The Lessee is fully responsible for protection of the Boat from hurricanes, high water, winds, and other natural occurrences. The Lessee is fully responsible for damage to structures, pilings docks, piers, or moorings and any and all other property or persona at the Pier. In the event of an emergency, the City reserves the right but not the obligation to move the Boat to other mooring places. It is expected that if Lessee keeps its Boat at the Pier during the hurricane season, Lessee will have made arrangements for the safe mooring of the Boat on the approach of a storm. In the event of a tropical storm or hurricane, the City reserves the right, but not the obligation to evacuate the Boat at the Lessee's expense and risk.
- E. The City reserves the right, but not the obligation, to expend funds to repair items of loss or damage for which the Lessee remains responsible under this Agreement, and shall be entitled to full reimbursement from the Lessee.
- 138 16. TAXES. Lessee agrees to pay when due all appropriate federal, state and taxes, including the admissions and amusement tax, if applicable.
 - 17. LIEN. The City shall have the right to assert a lien against the Boat in the event of a failure to pay the Dock Fee should one become due, or any applicable City taxes when due. In addition, to the extent the City has incurred any expenses under this Agreement which have not been reimbursed by Lessee the City has a right to assert a lien against the Boat for such amounts not reimbursed.
 - 18. DEFAULT. Upon the Lessee's failure to comply with this Agreement, the City shall have the right to terminate the Lease immediately.
 - 19. RIGHT TO RE-ENTER. Upon a Lessee's failure to pay the Dock Fee, or rectify a dangerous condition, or upon failure to repair damage to the Pier caused by Lessee or the Boat, the City reserves the right to lawfully re-enter the Pier and take possession by removing the Boat from the Pier. Lessee shall be responsible for all costs incurred in such removal and City reserves the right to assert a lien in the event such costs are unpaid.
 - 20. ENTIRE AGREEMENT; AMENDMENT. It is understood and agreed by the parties that this Lease shall constitute the entire agreement between them with respect to the Pier and businesses conducted in conjunction therewith and no verbal statements extrinsic to this Lease shall have any force or effect. No amendment or modification of the terms of this Lease shall be effective until duly approved by the City by resolution at a City Council meeting.

- 158 21. WAIVER. The Lessee agrees that the City's failure to enforce any of the terms herein shall not constitute a waiver.
- 160 22. TIME. Time is of the essence.
- 23. VENUE, JURISDICITON, CHOICE OF LAW. This is a Maryland contract and the Courts of Harford County are the sole venue of any dispute. The laws of Maryland shall apply.
- 24. SEVERABILITY. If any portion of this Lease shall be declared invalid, or unenforceable by a court of competent jurisdiction, the remainder of the Lease shall continue in full force and effect.
- 166 25. CONDITIONS: The City agrees to the following conditions:
- A. Sign Board, Feather Flags, Kiosk and Rack Cards The Lessee may include a temporary "sandwich board" or "feather sign" type signage at the intersection of Market Street and Congress Avenue. Sign design and precise locations shall be approved by the Director of Administration, and may require approval by the City Council.
- B. Rack cards are welcome and may be placed at City Hall and the Visitors Center.

 Advertisements may be placed at the City's kiosks copies must be provided to the Director of Administration for approval and placement.
- 174 C. The Lessee may transport trash generated from passengers to the dumpsters at 175 Tydings Park for disposal.
- D. The City shall permit the Lessee to place a commercial Ice Vault (similar to what is at the Yacht Basin) in the area of the Hutchins Park Bathrooms. The City will absorb the cost of the electricity.
- E. Security Cameras The City has no immediate plans to install security cameras in Hutchins Park. Should the Lessee desire to install security cameras, the Lessee shall approach the Director of Administration with a Security Camera location and installation plan.
- F. Access to Special Events at Hutchins Park The City will make EVERY effort to insure the MARTHA LEWIS has total and complete access to the dock during any event. As discussed, issues arose during those times when events at Hutchins Park were not hosted by the City. Both the City and the Lessee will need to coordinate during those dates; one possible solution could be the distribution of an electronic ticket or paper ticket the Martha Lewis patron could display during such events.
- G. Lighting at Dock The City will maintain adequate lighting in the area of the Hutchins Park pier.
- 190 26. NOTICES. All notices and other communications hereunder shall be in writing and shall be deemed to have been duly given if actually delivered to the named person or if mailed, with a copy by email, to:

TO THE CITY:	The Director of Administration
	City Hall
	711 Pennington Ave
	Havre de Grace, MD 21078
	steveg@havredegracemd.com
TO THE LESSEE:	CHESAPEAKE HERITAGE CONSERVANCY, INC
	114 Spears Hill Road
	Elkton, MD 21921
27. SURRENDER O	F HUTCHINS PARK SLIP. Upon expiration or termination of this
Lease for any reason, Lesse	shall surrender the quiet and peaceful possession of the Pier, in as
good order and condition as	when received, natural wear and tear excluded as may be determined
by the City it its sole discreti	on.
20 NO DECEDICATION	NICON CHEM DOMEDIC N. 41' 1 1' 1 111 11 11 11 11 11 11 11 11 11
	ONS ON CITY POWERS. Nothing herein shall be construed to limit
	s any ordinance, resolution or other regulation generally applicable
within the City limits relating	g to the health, safety, and welfare of the citizens of Havre de Grace.
WWW.WEGG/ARTHOGE	ALL WORLD GAME GOVERNOR OF
WITNESS/ATTEST:	MAYOR AND CITY COUNCIL OF
	HAVRE DE GRACE
Stanban I Cometonia	Dry William T. Martin
Stephen J. Gamatoria	By: William T. Martin
Director of Administration	Mayor
WITNESS / A TTEST.	CHESAPEAKE HERITAGE
WITNESS/ATTEST:	
A (CONSERVANCY, INC
	(ai an atuma)
	(signature)
	D.
	By:
	(print name)
A DDD OVED FOR A FOLLY	WIELGEN GY
APPROVED FOR LEGAL S	UFFICIENCY:
April C. Ishak, Esquire	
City Attorney	

239	STATE OF MARYLAND, COUNTY OF HARFO	RD:
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241	I HEREBY CERTIFY, that on this	day of, 2023
242	before me, the subscriber, a Notary Public of the	State and County aforesaid, 2023, personally
243	appeared William T. Martin, Mayor of the City of H	Iavre de Grace, who acknowledged that, being
244	authorized to do so, he executed this Lease Agreen	nent on behalf of the Mayor and City Counci
245	of Havre de Grace as Mayor for the purposes stated	
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247	As WITNESS my hand and Notarial Seal.	
248		
249		N. (D.11'
250		Notary Public
251 252		My commission expires:
252 253		wy commission expires.
253 254		
255 255		
256		
257		
258	STATE OF MARYLAND, COUNTY OF HARFO	RD:
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260	I HEREBY CERTIFY, that on thisd	ay of, 2023 before
261	me, the subscriber, a Notary Public of the Sta	te and County aforesaid, 2023, personally
262	appeared, wl	no acknowledged that, being authorized to do
263	so, he/she executed this Lease Agreement on behalf	of Chesapeake Heritage Conservancy Inc. fo
264	the purposes stated therein.	
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266	As WITNESS my hand and Notarial Seal.	
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269	AAY	Notary Public
270		
271		My commission expires: