



CITY OF BANNING STAFF REPORT

TO: CITY COUNCIL
FROM: Robert Fisher, Acting City Manager
PREPARED BY: Robert Fisher, Acting City Manager
MEETING DATE: July 8, 2025
SUBJECT: Chamber of Commerce lease agreement

RECOMMENDATION:

Review lease agreement between the City of Banning and the Banning Chamber of Commerce

BACKGROUND:

In previous years the Banning Chamber of Commerce was located next to the Police Station at 125 E. Ramsey Street. It was subsequently moved to 60 E. Ramsey Street and on February 11, 2019, a lease agreement was signed between the City of Banning and the Banning Chamber of Commerce. The terms of the agreement included a \$5.00 payment for the use of the building and parking lot for five years. The lease agreement also indicated, "This license Agreement is specific to the Chamber and may not be transferred or assigned in any manner, without the prior written approval of the City in its sole and absolute discretion. Additionally, Chamber shall not enter into any sublicenses without the prior written approval of the city in its sole and absolute discretion.

A lease agreement between the Banning Chamber of Commerce and the Southern California Gas Company was signed July 1, 2006 with a terminated date of June 30, 2019. The Southern California Gas Company paid the Banning Chamber of Commerce a lump sum of \$212,616. The Southern California Gas Company has identified the property as being 1,170 square feet, \$1.75 per square foot and \$2,047.50 per month.

JUSTIFICATION:

The current lease agreement with the Banning Chamber of Commerce has expired

FISCAL IMPACT:

\$5.00 to possibly \$3000.00 per month lease agreement

ALTERNATIVES:

1. Renegotiate a lease agreement
2. Continue without a lease agreement

BUDGETED?:

No

CONTRACT/AGREEMENT:

Yes