Enacted 5/26/20

Introduced by Council Member Bowman:

## ORDINANCE 2020-274-E

AN ORDINANCE SUPPORTING ECONOMIC RECOVERY FOR TENANTS OF CITY FACILITIES; ESTABLISHING A TEMPORARY MORATORIUM ON IMPOSITION OF ANNUAL RENT ESCALATORS UNDER ANY LEASE OR LICENSE AGREEMENT TO WHICH THE CITY IS A PARTY AS LANDLORD OR LICENSOR; REQUESTING EMERGENCY PASSAGE UPON INTRODUCTION; PROVIDING AN EFFECTIVE DATE.

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WHEREAS, on March 1, 2020, Governor DeSantis issued Executive Order 20-51 directing the Florida Department of Health to issue a Public Health Emergency as a result of the COVID-19 virus; and

WHEREAS, on March 9, 2020, Governor DeSantis issued Executive Order 20-52 declaring a state of emergency for the entire State of Florida as a result of COVID-19; and

20 WHEREAS, on March 13, 2020, Mayor Lenny Curry declared a state 21 of emergency for the City of Jacksonville as a result of COVID-19; 22 and

WHEREAS, also on March 13, 2020, President Donald J. Trump declared a national emergency to combat COVID-19; and

25 WHEREAS, as elsewhere in the country, the citizens and 26 businesses of Duval County are suffering severe negative economic 27 impacts stemming in part from the national, state and local 2.8 measures enacted to close certain businesses and imposing emergency 29 safer-at-home requirements, social distancing and placing limitations on public gatherings (the "Emergency Measures") in an 30 effort to slow the spread of COVID-19; and 31

WHEREAS, the City of Jacksonville is committed to find ways to support the businesses and citizens of the City as they pursue business practices that allow them to safely operate during this temporary period of social distancing; and

5 WHEREAS, the City believes waiving the imposition of rent 6 escalators in City leases and license agreements is another measure 7 that will help local businesses recover from the economic losses 8 suffered during this emergency; now, therefore

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**BE IT ORDAINED** by the Council of the City of Jacksonville:

10 Section 1. Waiver of Rent Escalator provisions in Lease and License Agreements to which the City is a party as landlord or 11 licensor and providing for the duration of said waiver. 12 The City shall, from the date of March 1, 2020 and continuing through 13 14 December 30, 2020, waive annual rent escalators in any lease or license agreement (collectively, the "Leases" and individually, a 15 "Lease") to which the City is a party as landlord or licensor, as 16 17 further detailed below. Annual rent escalators that, per the terms of an applicable Lease, were to commence between the dates of March 18 1, 2020 and December 30, 2020 are hereby waived commencing March 1, 19 20 2020 through December 30, 2020, or such shorter time frame if 21 sooner repealed by Council. A rental credit will be given to a 22 tenant or licensee of a Lease for any rent escalator that commenced between March 1, 2020 and the effective date of this ordinance and 23 24 that was actually paid by a tenant or licensee. Upon the 25 expiration or earlier termination by Council of the rent escalator 26 waiver authorized herein, rent shall thereafter be calculated and payable pursuant to the terms and conditions of the applicable 27 2.8 Lease as if the rent escalator waiver authorized herein had not 29 occurred.

30 Section 2. Introduction Pursuant to Council Rule 4.901
31 Emergency. Emergency passage upon introduction of this legislation

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1 is requested. The nature of the emergency is that the duration of 2 the declarations of local and state emergencies related to COVID-19 3 are unknown and as such, limitations on businesses operations may 4 continue for some time.

5 Section 3. Effective Date. This Ordinance shall become 6 effective upon signature of the Mayor or upon becoming effective 7 without the Mayor's signature.

9 Form Approved:

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- 12 Office of General Counsel
- 13 Legislation Prepared By: John Sawyer
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