

Memorandum #08-33

To: Al Viereck, Interim City Manager
From: Joe Morrow, Public Works Building Official
Subject: Bid Award for Chan Gurney Airport Hay Lease
Date: February 7, 2008

Bids were received and opened for the lease of 281.6 +/- acres of airport property for the purpose of harvesting the grass. The lease has been set up so that the successful bidder will have a five year lease on the property. The following five bids were received and opened on February 6, 2008.

<u>Name</u>	<u>Bid amount per acre for each year of the lease</u>
Rodney Aune, Volin, SD	\$37.50
Dan Hacecky, Mission Hill, SD	\$31.31
Willard Schmidt, Yankton, SD	\$45.00
Gary Smith, Yankton, SD	\$24.25
Terry Zavadil, Fordyce, NE	\$26.50

Willard Schmidt owner of Schmidt Farms, Yankton South Dakota, was the highest bidder and staff recommends that the City Commission accept his bid in the amount of \$45.00 per acre for each year of the five year lease. The value of the lease each year will be \$12,672.00 with a total value of \$63,360.00 for the five year lease.

Respectfully Submitted,

Joe Morrow
Public Works Building Official

Recommendation: Staff recommends that the City Commission accept the bid from Willard Schmidt, owner of Schmidt Farms, 43970-306th Street, Yankton, South Dakota in the amount \$45.00 per acre for each year of the five year lease as detailed in Memorandum #08-033

_____ I concur with this recommendation.

_____ I do not concur with this recommendation.

Al Viereck
Interim City Manager

Attachment
cc Kevin Kuhl

