CITY OF ST. CHARLES ILLINOIS • 1834

Agenda Item number: IIIC2

Title:

Motion to Approve A Resolution Authorizing the Mayor and City Council to Execute a Temporary License Agreement between the City of St. Charles and C&A Management Group, LLC (Flagship on the Fox- 100 Riverside Ave.)

Presenter:

Derek Conley, Economic Development Director

Meeting: City Council **Date:** April 15, 2024

**Proposed Cost:** \$ **Budgeted Amount:** \$  $\boxtimes$ Not Budgeted:

TIF District: None

**Executive Summary** (if not budgeted, please explain):

This item was recommended for approval at Planning & Development Committee on April 8, 2024.

#### **Background:**

This executive summary pertains to items C 1, 2, 3. as each item needs to be considered in conjunction. An aerial map has been attached to assist in explaining each item. Several businesses on the downtown east-side have approached the City requesting a partial closure of Walnut Ave for an outdoor public plaza. Additionally, Flagship on the Fox (100 Riverside Ave.) has expressed interest to again utilize part of the proposed Walnut Ave. closure and sidewalk for an outdoor café during the 2024 season. In order for the City to accommodate this request the following resolutions/agreements need to be approved:

- 1. Temporary Closure of Walnut Avenue from April 15, 2024 through October 31, 2024). The temporary closure of Walnut Avenue needs to be approved before the City can enter into a subsequent agreement with Flagship on the Fox (C&A Management Group, LLC) to allow for outdoor dining on the street. The area of the proposed closure is identified on Exhibit A.
- 2. License Agreement for Outdoor Dining with C&A Management Group, LLC (Flagship on the Fox- 100 Riverside Ave.) The license agreement with Flagship on the Fox would grant the restaurant access to Walnut Avenue for the purpose of providing an outdoor dining patio. The layout of the outdoor dining patio would be the same as 2022. The license agreement was not approved in 2023. The license would be based upon the same timeframe and fees being imposed for use of the First Street plazas (\$40 per seat for entire period).
- 3. Temporary License Agreement for Bus Parking and Loading Zone with STC Arcada LLC (Arcada Theatre- 101 E Main St.) The license agreement with STC Arcada LLC, better known as Frontier Development, and would grant the Arcada Theatre exclusive access to parking spaces on Walnut Avenue for the purpose of providing a bus parking in for theatre events. The licensee would be subject to an annual fee of \$456.25.

City staff has conducted a thorough review of the proposal and can affirm that it complies with all relevant City codes, ordinances, and regulations.

Attachments (please list):

Resolution

**Recommendation/Suggested Action** (briefly explain):

Vote on the Resolution

# City of St. Charles, Illinois Resolution No. 2024-\_\_

A Resolution Authorizing the Mayor and City Council to Execute a Temporary License Agreement between the City of St. Charles and C&A Management Group, LLC (Flagship on the Fox- 100 Riverside Ave.)

Presented & Passed by the City Council on
BE IT RESOLVED by the City Council of the City of St. Charles, Kane and DuPage Counties, Illinois, that the Mayor and City Clerk are hereby authorized to execute that certain Temporary License Agreement, in substantially the form attached hereto and incorporated herein as Exhibit "A" by and on behalf of the City of St. Chares.
PRESENTED to the City Council of the City of St. Charles, Kane and DuPage Counties, Illinois, this 15 <sup>th</sup> day of April, 2024.
PASSED by the City Council of the City of St. Charles, Kane and DuPage Counties, Illinois, this 15th day of April, 2024.
APPROVED by the Mayor of the City of St. Charles, Kane and DuPage Counties, Illinois, this 15th day of April, 2024.
Lora A. Vitek, Mayor Attest:
City Clerk/Recording Secretary
Voice Vote: Ayes: Nays: Absent: Abstain:

### Exhibit "A"

Temporary License Agreement between the City of St. Charles and C&A Management Group, LLC

#### TEMPORARY LICENSE AGREEMENT

This TEMPORARY LICENSE AGREEMENT (hereinafter the "Agreement") is made and entered into as of this \_\_\_\_ day of \_\_\_\_\_\_\_, 2024, by and between the City of St. Charles, an Illinois Municipal Corporation, Kane and DuPage Counties, Illinois (hereinafter "City"), and C&A Management Group, LLC, an Illinois Limited Liability Corporation (hereinafter "Licensee"); the City and Licensee are sometimes hereinafter collectively referred to as the Parties ("Parties") or individually as the Party ("Party").

#### WITNESSETH:

WHEREAS, the City does maintain, occupy, operate and use a portion of a public right-of-way known as Walnut Avenue ("Walnut Avenue ROW"), as depicted on Exhibit A, attached hereto and made a part hereof, which is immediately adjacent to 100 S. Riverside Avenue ("100 S. Riverside Ave."), legally described in Exhibit B attached hereto and made a part hereof; and

WHEREAS, Licensee operates the business commonly known as Flagship Brewing Company, located at 100 S. Riverside Ave. ("*Licensee Property*"), the northerly property line of which abuts a portion of the Walnut Avenue ROW; and

WHEREAS, Licensee proposes to install, operate and maintain a temporary outdoor patio area with fencing, tables and chairs ("Outdoor Patio"), projecting into the Walnut Avenue ROW, as illustrated on Exhibit C.

NOW, THEREFORE, in consideration of the foregoing premises and of the covenants and conditions hereinafter contained, the adequacy and sufficiency of which the Parties hereby stipulate, the Parties hereby agree as follows:

- 1. The Recitals hereinabove are hereby incorporated into and made a substantive part of this Agreement as though they were fully set forth in this Paragraph.
- 2. The City, in consideration of the sum of Ten (\$10.00) Dollars and other good and valuable consideration paid to City, the receipt and sufficiency of which is hereby acknowledged, hereby grants to the Licensee, its successors, grantees and assigns, an exclusive temporary license (hereinafter the "*License*") for the purpose of installing, operating and maintaining the Outdoor Patio solely within the limited area in the Walnut Avenue ROW, in the location illustrated on the attached <u>Exhibit C</u>, subject to the terms, conditions and limitations herein specified together with any exhibits attached hereto and incorporated herein by reference.
- 3. Licensee shall submit for a permit is required under the St. Charles Municipal Code ("Outdoor Café Permit"), the for which under this Agreement shall be equal to a One Hundred Twenty-Five Dollar (\$125.00) application fee, plus Forty Dollars (\$40.00) per seat, as determined by the Outdoor Café Permit site plan total number of seats.
- 4. Licensee must install, operate and maintain the Outdoor Patio in full compliance with the permit and all conditions contained herein or attached hereto by reference.

- 5. The Outdoor Patio shall not in any manner be operated, modified, expanded, added to or enlarged beyond the extent of described herein and shown in <u>Exhibit C</u>, without the prior written consent of the City.
- 6. This Agreement shall commence on April 15, 2024 and expire on October 31, 2024, the date the insurance required hereunder expires, or as otherwise provided for in this Agreement, whichever comes first. This Agreement may be renewed only through the action of the City. Licensee may terminate this Agreement immediately by providing written notice to City. Except for the immediate termination in the event of an emergency, as declared by City in its sole discretion, City may terminate this Agreement at any time during the term of this Agreement by notifying Licensee of its intention, with at least three (3) business days prior written notice.
- 7. Licensee understands and agrees that the Outdoor Patio shall remain in good condition at all times and that the City Parking Lot shall not be compromised in any unsafe or adverse manner, at all times complying with all local codes and ordinances.
- 8. To the fullest extent permitted by law, Licensee hereby agrees to defend, indemnify and hold harmless the City, its officials, agents, and employee, against all injuries, deaths, loss, damages, claims, patent claims, suits, liabilities, judgments, costs and expenses, specifically including but not limited to, any claim for damages caused by or to the Outdoor Patio or caused by work performed by the City, or its agents, which may in anywise accrue against the City, its officials, agents, and employees, arising in whole or in part or in consequence of the performance of this Agreement by the Licensee, their agents, invitees, employees, contractors or subcontractors, or which may in anyway result therefrom, except that arising out of the sole legal cause of the City, its agents or employees, the Licensee shall, at their own expense, appear, defend and pay all charges of attorneys and all costs and other expenses arising therefore or incurred in connections therewith, and, if any judgment shall be rendered against the City, its officials, agents and employees, in any such action, the Licensee shall, at its own expense, satisfy and discharge the same. Prior to occupancy, the Licensee shall furnish to the City a certificate of insurance evidencing coverages and limits in conformance to the requirements described herein attached Exhibit D. The insurance policy shall be expressly endorsed to include the City as an additional insured, Such certification of insurance shall require the insurer(s) to provide not less than thirty (30) days advance written notice to the City in the event of any cancellation, non-renewal or change in the policy limits, terms or conditions which would cause them to fail to meet the foregoing requirements. Such insurance shall be fully maintained during the term of the License.
- 9. The City shall have the right, in its sole and absolute discretion, to promulgate and enforce rules and regulations regarding the use of the Outdoor Patio to protect the health, safety and welfare of the public utilizing the Walnut Avenue ROW. The Licensee will provide, at its expense (and the City shall have no obligation to provide or pay for), any and all improvements and/or modifications to the Outdoor Patio to comply with this provision.
- 10. Licensee accepts the Walnut Avenue ROW, "As-Is," "Where-Is," and in its current condition, and the City makes no representations concerning the condition of the Licensee Property. Licensee further understands and agrees that various third party utility,

telecommunication, and T.V. cable companies, including but not limited to Commonwealth Edison, NICOR and AT&T, and their successors and assigns ("*Utility Companies*"), may have certain rights arising in the Walnut Avenue ROW, and that this Agreement does not in any way affect or diminish the rights of those Utility Companies. Licensee hereby acknowledges and agrees that the Utility Companies have no obligation or responsibility to Licensee.

- 11. If this Agreement is terminated under any of the provisions contained herein, Licensee shall remove the Outdoor Patio within thirty (30) days of termination. The site shall be restored to the same general condition as existed before the Outdoor Patio was installed, unless otherwise agreed to by the City. If the required work is not performed or completed to the City's satisfaction, the City shall have the right to perform or complete such work. Licensee agrees to reimburse the City for performance of such work within thirty (30) days of invoice by the City. Non-payment of invoices shall constitute a lien against the 100 S. Riverside Ave. property.
- 12. The Outdoor Patio when installed does not become a part of or an interest in the Walnut Avenue ROW, the air rights above and below or the underlying property. This Agreement shall not be construed to grant any interest in realty or any other possessory interest beyond the irrevocable, permanent and exclusive license to the Licensee, as provided herein.
- 13. Licensee is responsible for the cost of installation, maintenance, and removal of such the Outdoor Patio and is responsible for any damage caused to the Walnut Avenue ROW resulting from such installation, maintenance, and removal.
- 14. The terms of this Agreement shall inure to the benefit of, and be binding upon, the Parties hereto and their respective successors and assigns.
- 15. The parties acknowledge that the licensed area is part of the Walnut Avenue ROW and is currently exempt from any tax assessment for real estate or any other taxes. In the event that the Walnut Avenue ROW or any part thereof becomes subject to real estate or other taxes arising out of this License Agreement, the Licensee shall be liable for those real estate or other taxes and will pay said taxes as they become due and owing.
- 16. This Agreement may be enforced either at law or in equity, with the non-breaching Party entitled to injunctive relief and/or monetary damages. If any action for enforcement of this Agreement is brought, the non-prevailing Party in such action shall reimburse the prevailing Party for its attorneys' fees and related costs in such action.
- 17. Licensee shall not assign this Agreement or its rights and duties under this License, without the prior written consent of the City, which consent may be withheld in the City's sole and absolute discretion.
- 18. This Agreement may be modified or amended only by a written instrument executed by the Parties, or their respective permitted successors or assigns.
- 19. If any term, covenant or condition of this Agreement or the application thereof to any person or circumstance shall, to any extend, be invalid or unenforceable, the remainder of this License, or the application of such tern, covenant or condition to persons

or circumstances other than those as to which it is held invalid or unenforceable, shall not be affected thereby, and each term, covenant and condition of this Agreement shall be valid and enforceable to the fullest extent permitted by law.

[SIGNATURE PAGE FOLLOWS IMMEDIATELY]

Dated this day of, 2024.	
Licensee:	City:
C&A Management Group, LLC an Illinois Limited Liability Corporation	CITY OF ST. CHARLES, an Illinois Municipal Corporation
By:	By: Mayor
Subscribed and sworn to before me this day of, 2024.	Attest:City Clerk
Notary Public	Subscribed and sworn to before me this day of, 2024.
	Notary Public

### Exhibit A: Walnut Avenue ROW Depiction

PART OF WALNUT AVENUE IN THE ORIGINAL TOWN OF ST. CHARLES, ON THE EAST SIDE OF THE FOX RIVER, BEING DESCRIBED AS FOLLOWS:

BEGINNING AT THE NORTHWEST CORNER OF BLOCK 10 IN SAID ORIGINAL TOWN OF ST. CHARLES; THENCE NORTH 11 DEGREES 25 MINUTES 14 SECONDS WEST ALONG THE NORTHERLY EXTENSION OF THE WEST LINE OF SAID BLOCK 10, 20.00 FEET; THENCE NORTH 78 DEGREES 30 MINUTES 29 SECONDS EAST 100.71 FEET; THENCE SOUTH 11 DEGREES 25 MINUTES 14 SECONDS EAST 20.00 FEET TO THE SOUTH RIGHT OF WAY LINE OF SAID WALNUT AVENUE; THENCE SOUTH 78 DEGREES 30 MINUTES 29 SECONDS WEST ALONG SAID SOUTH RIGHT OF WAY LINE, 100.71 FEET TO THE POINT OF BEGINNING, EXCLUDING THE WESTERLY 29.40 FEET THEREOF, IN THE CITY OF ST. CHARLES, KANE COUNTY, ILLINOIS.

(Commonly known as the south 20 ft. of the Walnut Ave. right-of-way, located within 100 feet east of Riverside Ave., excluding the westerly 29.4 ft.)

### **Exhibit B:** 100 S Riverside Ave. Legal Description

THE WESTERLY 1 FOOT OF THE NORTHERLY 56.62 FEET OF LOT 2 AND THE NORTHERLY 56.62 FEET OF LOT 3 AND 4 IN BLOCK 10 IN THE ORIGINAL TOWN OF ST. CHARLES, KANE COUNTY, ILLINOIS.

PIN # 09-27-391-001

## Exhibit C: Outdoor Patio Location Boundary

PROMOTER PROPERTY.

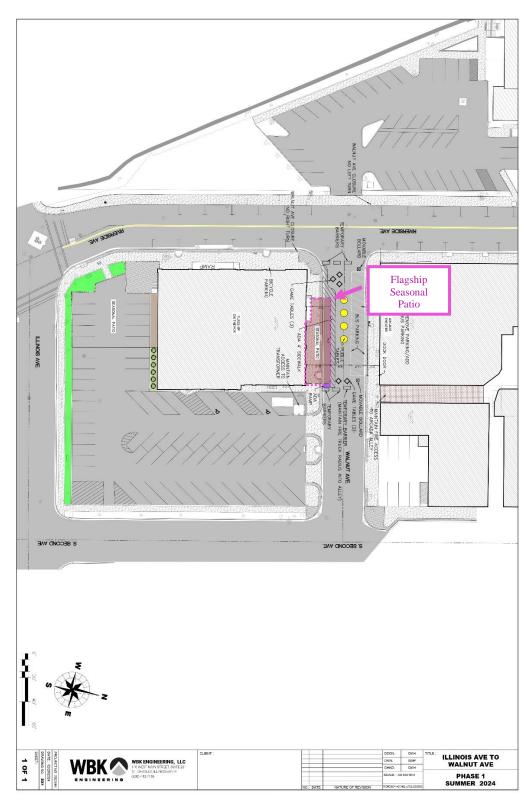


Exhibit D: Insurance Requirements

The applicant for an Outdoor Café Permit shall provide at its sole cost and expense, and shall maintain in effect during the entire period of the permit, insurance at a minimum in at least the following manner, or equivalent coverage determined acceptable by the City Administrator:

- 1. Worker's Compensation Insurance in at least the required statutory limits.
- 2. Comprehensive General Liability Insurance, including owner's protective liability insurance and contractual liability insurance covering claims for personal injury and property damage with limits of at least two million (\$2,000,000.00) dollars per occurrence, and two million (\$2,000,000.00) dollars for any single injury.
- 3. Umbrella Liability Insurance with limits of at least one million (\$1,000,000.00) dollars per occurrence.
- 4. Liquor Liability Coverage for any establishment serving alcohol on public property.
- 5. Prior to issuance of an Outdoor Café permit, the permittee shall provide the City with copies of the certificates of insurance for the required policies for each type of insurance naming the City as an additional insured party.
- 6. The required insurance policies shall each provide that they shall not be changed or cancelled during the life of the Outdoor Café Permit until 30 days after written notice of such change has been delivered to the City.