Issue Analysis Form (rev. July 2013)

Date: June 12, 2018

Item: Project Ape property lease @ Scott Park

Lead Department(s): County Administration

Contact Person(s): Jeffrey Stoke, Deputy County Administrator Current Status



Mr. John Bogue, of proposed Tree Time Adventures, Inc., is requesting to lease County property at Scott Park for an outdoor adventure park. The park would initially require about 30 acres but, if successful, could expand within a 130 acre zone identified within the Scott Park boundaries. Details of the terms are contained within the draft lease for Board of Supervisor consideration. County staff has been working with Mr. Bogue to develop the draft lease and how the adventure park would operate as a partner within Scott Park. A public hearing is required for the County to consider leasing County property to a private entity.

Government Path			
Does this require IDA action?	☐ Yes	✓ No	
Does this require BZA action?	☐ Yes	☑ No	
Does this require Planning Commission action?	✓ Yes	□ No	
Does this require Board of Supervisors action?	✓ Yes	□ No	
Does this require a public hearing?	✓ Yes	□ No	
If so, before what date?	No time deadline.		
		41 1 1 1 1	

The project will request County Board approval of the lease terms through a public hearing process. Then, the project must apply for a special exception through the planning department to allow private business development in a R-A zone (similar to Splat Brothers Paintball off Route 10). Special exception will also be Board reviewed.

Fiscal Impact Statement

The draft lease indicates that the County would receive 6% of the annual gross revenue from the project as a lease payment after the first year. Tree Time Adventures, Inc. would pay for all improvements (road, parking, electric, office) at the site.

County Impact

The project is aligned with Scott Park master plan. Proposed property to be leased is property the County cannot use for ball fields due to water features and topography. Staff sees potential adventure park as complimentary use to sports tourism. County trails and ancillary features could be co-mingled with the private project.

Notes

"Go Ape" business in James City County has a similar business agreement with private entity leasing County property for outdoor adventure park.

Board of Supervisors County of Prince George, Virginia

Resolution

At a regular meeting of the Board of Supervisors of the County of Prince George held in the Boardroom, Third Floor, County Administration Building, 6602 Courts Drive, Prince George, Virginia this 12th day of June, 2018:

Vote: Present: Alan R. Carmichael, Jr., Chairman Donald R. Hunter, Vice-Chairman Floyd M. Brown, Jr. Marlene J. Waymack T. J. Webb A-4

On motion of M., seconded by M., which carried unanimously, the following Resolution was adopted:

AUTHORIZATION TO HOLD A PUBLIC HEARING ON JULY 10, 2018 TO CONSIDER A LEASE AGREEMENT FOR USE OF COUNTY PROPERTY AT NEW SCOTT PARK FOR AN ADVENTURE PARK

NOW, THEREFORE, BE IT RESOLVED That the Board of Supervisors of the County of Prince George this 12th day of June, 2018, does hereby authorize the advertisement of a public hearing to consider a lease agreement for use of County property at New Scott Park for an Adventure Park.

A Copy Teste:	
Percy C. Ashcraft	
County Administrator	

LEASE AGREEMENT FOR A PORTION OF SCOTT PARK BETWEEN THE COUNTY OF PRINCE GEORGE, VIRGINIA AND TREE TIME ADVENTURES, INC.

T	HIS LEAS	SE AGR	EEMENT	("Lease") mad	e this	s day of Ju	ine, 2018, b	y and
between 1	the COUN	TY OF	PRINCE (GEORGE, VI	RGI	NIA, a political	subdivision (of the
Common	wealth of	Virginia	("County")	located at 6602	2 Cou	arts Drive, Prince	e George, Vi	rginia
23875, a	nd TREE	TIME	ADVENTU	JRES, INC.,	a V	irginia subchapte	er S Corpor	ration,
("TTA")	d/b/a			with	a	business	address	of

WHEREAS, the County is the fee simple owner of a 130 +/- acre tract of land located at Scott Park which is currently wooded and undeveloped and which is more particularly described on a map attached as Attachment A; and

WHEREAS, TTA desires to construct improvements within a portion of such site and to use the property for a commercial venture providing eco-tourism, tree adventures, outdoor adventures and other related activities to the public for a fee.

WITNESSETH:

NOW THEREFORE, for and in consideration of the mutual covenants and promises contained herein, the County hereby leases to TTA for its use the following described premises located at Scott Park with the terms and conditions contained herein upon which TTA agrees to comply with all such terms and conditions:

An approximately 30-acre portion of the 130-acre area, all as more particularly shown and designated on Exhibit A as "leased area" within the 130-acre area. TTA may request

amending the lease to add acreage from the County within the $130 \pm \text{tract}$ of land if business results support such expansion.

- 1. <u>Term:</u> The term of this lease shall be from July, 1, 2018 to June 30, 2023, with two additional five-year automatically renewing terms upon compliance by TTA with all contract terms and a determination by the County that public's use of the facility is sufficient to maintain the economic viability of the venture.
- The County grants to TTA the right to use, repair, improve and maintain the 2. Use: leased premises for commercial recreational uses in accordance with the terms of this Lease Agreement. Such use shall be exclusive for TTA's use of trees and air space along zip line routes. Use of ground space beneath the zip lines shall be non-exclusive except for the holding areas used for course access and the zip line landing areas. The County also grants to TTA the right to use the existing County parking area, for overflow situations and access road at Scott Park in common with other County uses. During the term of the lease, the County will continue to have access to the leased premises at all times for inspection and other County purposes. TTA accepts the property "as is" and warrant that it has done a diligent inspection of the property and is aware of the condition of all structures and natural features and any environmental or safety issues that may require remediation. TTA shall have use of the area shown on the attached map entitled _____, dated _____, and prepared by _____, a copy of which is attached as Attachment B and is specifically incorporated by reference. The County may use the 130-acre parcel during the term of this Lease Agreement so long as such County use does not unnecessarily interfere with TTA's use on the 30 acre leased

portion. County will permit reasonable access from other County property to the leased area during TTA's business hours.

3. Improvements: Within 12 months of the beginning of this lease, TTA shall construct at its sole expense: (1) an all-weather access road to VDOT standards equivalent to or better than the existing access road to Scott Park; and (2) a new parking area constructed to the standards required by the approved site plan and equal to or better than the existing parking area all as shown on Attachment B, map. TTA shall also construct or install an administrative structure at the entrance to the adventure activities as approved by the County within such time period. TTA may install a prefab or modular structure, compliant with building codes for its administrative uses as approved by the County.

TTA shall connect with an electric power source at its expense using underground transmission lines. TTA shall construct and install all equipment and improvements necessary to engage in a business offering tree-top adventures, canopy and aerial adventure activities, junior adventures, ground course to include military-type fitness trails, family fun runs, special event runs and charity runs; tightropes, jungle bridges, moving platforms, crab walks, tarzan ropes, nets and zip lines in a quality approved by the County and consistent with national "best practices" for such equipment. All work shall be performed in a good and workmanlike manner, shall be of the highest quality and shall be "fit for its intended purpose." The County must approve a "phasing" schedule for any construction to be completed after the initial 12 months. Initial construction shall be substantially similar to the design and in the locations shown on Attachment

TTA shall not erect, place or install any signs without first obtaining advance approval from the County and any required permits.

- 4. <u>Maintenance</u>: TTA will maintain, at its expense, all of the leased premises during the term of this lease in a manner that protects any future use of the leased premises for general government use and in accordance with safety and maintenance standards set by the County. Security and garbage collection at the leased area will be the responsibility of TTA. TTA will provide on-site restrooms at its expense as required by the Health Department or the Building Official.
- 5. Hours of Operation: TTA will be open for business 7 days a week from dawn to dusk.

 Any modification of the hours of operation or seasonal "shutdown" periods or closure for inclement weather must be approved in advance by the County. TTA shall not serve alcohol on-site during regular business hours. Upon advance approval by the County, TTA may serve alcohol for private special events, upon compliance with ABC special event requirements. County noise ordinance will be adhered to at all times by TTA.
- 6. <u>Safety Standards</u>: TTA shall comply with all recommended safety standards for commercial adventure parks as recommended by ANSI/PRCA 1.0-3-2014 American National Safety Standards and as amended from time to time. TTA shall at all times of operation have a minimum of 2 employees on-site, trained and qualified, to assist in safely operating and supervising the activities of customers. TTA warrants that it will employ a sufficient number of legal workers with skills to suitably perform the work. TTA shall promptly notify the County of any damage, accidents or personal injuries arising out of this lease or within the leased area.
- 7. <u>Maintenance:</u> TTA shall maintain the leased premises including all structures and improvements in good condition and cleanliness; shall preform necessary repairs and shall prune and maintain trees.

- 8. <u>Compliance with Site Plan Submissions and Approval:</u> TTA shall submit a detailed site plan for use of the leased property and shall comply with all requirements set forth in the site plan. The County must approve in advance any plan to clear trees, vegetation or timber from the leased area.
- 9. <u>Concessions</u>: TTA may sell related merchandise, equipment and food items on the leased property approved by VDA and VDACS.
- 10. <u>Permits</u>: In advance of performing any work, TTA shall obtain, at its expense, all applicable permits, approvals or other governmental authorizations. TTA shall promptly file for any necessary Special Exception approvals and the lease shall be contingent on obtaining appropriate Special Exception within 6 months of the signing of the lease.
- 11. <u>Deadline for Completion:</u> TTA shall open for business no later than 12 months from the date of this Contract. Time is of the essence in completing any of the obligations contained in this lease.

12. Rent:

- a. TTA shall pay no rent during the first twelve months of this Lease Agreement in consideration of performing its obligations to construct improvements to Scott Park required by this lease. In subsequent years, TTA shall pay the County 6% of gross receipts annually in quarterly payments.
- b. TTA shall also pay all taxes, assessments or other charges in connection with its use of the leased premises.
- c. Utilities shall be at the sole expense of TTA.

13. <u>Passes and Discounts:</u> TTA shall annually provide 50 free passes to the County's Parks and Recreation Department for use by Prince George County students and County special needs children.

14. Insurance:

- a. TTA shall maintain comprehensive liability insurance insuring against all risks arising out of its business activities using the leased premises and will name the County, its agents and employees, as additional insureds, in a form and with an insured amount as approved by the County with minimum coverages as follows:
 - (i) Comprehensive General Liability insurance

General Aggregate - \$1,000,000

Occurrence Based Deductible allowed - \$1,000

Coverage and Limits

Premises and operations - \$1,000,000

Products and completed operations - \$1,000,000

Independent contractors - \$1,000,000

Contractual – Leases - \$1,000,000

Explosion, collapse, underground hazards - \$1,000,000

Personal injury and advertising injury - \$1,000,000

Real Property and Personal Property Damage - \$500,000

Contractual Indemnity – Hold Harmless - \$1,000,000

Fire Damage (any one fire) - \$50,000

Medical Expenses (any one person) - \$50,000

(ii) Automobile Liability

Combined Single Limit - \$1,000,000

Includes owned, hired and non-owned motor vehicles

- (iii) Excess Umbrella Liability \$1,000,000
- (iv) Worker's Compensation Coverage required by the Virginia Law
- b. TTA shall indemnify, defend and hold harmless the County and its agents and employees from any demands, claims, costs or expenses which are made or incurred by the County arising out of TTA's use of County property.
- c. TTA shall require all participants and guardians to sign appropriate releases and assumption of risk waivers in forms approved by the County.
- 15. No Third-Party Beneficiary: This Agreement is entered into solely for the benefit of TTA and County. No third party shall be deemed a beneficiary of this Agreement.
- 16. <u>Assignment:</u> This lease or any portion of the lease may not be assigned by TTA to any person or entity for any reason.
- 17. Termination: The County may terminate this lease with 90-days' notice to TTA for any failure to comply with the material terms of this lease. Upon termination, TTA shall perform required "de-installation" procedures to remove all equipment and restore the property to as similar condition as existed before the property was leased as is reasonably practical. If the lease is terminated by the County within the first five-year term, the County shall refund to TTA 50% of the cost of constructing the access road and parking area.
- 18. <u>No County Representations:</u> The County makes no warranty or representation, express or implied, in respect to the leased premises or any part thereof, either as to its fitness for use, design or condition for any particular use or purpose or otherwise, or as to quality or

the material or workmanship therein, latent or patent, it being agreed that all such risks are to be borne by TTA.

- 19. <u>Performance Bond:</u> TTA will supply the County with a performance bond guaranteeing faithful performance of this contract and completion of all required improvements.
- 20. <u>Venue:</u> Any legal action arising out of this contract shall be filed by either party only in the Circuit Court of Prince George County, Virginia.
- 21. <u>Designated Contact:</u> TTA designates John Bogue, (title, address) as its manager and recipient of notices for the Prince George TTA business and the County designates Keith Rotzoll as the County contact for any matters related to the activities permitted by this lease.

IN WITNESS WHEREOF, the _____ and County have each executed this Agreement by officials authorized to legally bind each party.

COUNTY OF PRINCE GEORGE, VIRGINIA, a political subdivision of the Commonwealth of Virginia (Lessor)

Ву			
Title			

APPROVED AS TO FORM:

Steven L. Micas, County Attorney

STATE OF VIRGINIA,
CITY/COUNTY OF ______, to-wit:

The foregoing instrument was acknowledged before me this ____ day of June, 2018, by _____, on behalf of the COUNTY OF PRINCE GEORGE, VIRGINIA.

My commission expires:

Registration Number:					
	N	lotary Public			
	TREE TIME ADV subchapter S corporation		INC.,	a	Virginia
	Ву				
	Title				
COMNMONWEALTH OF VIRGINI	Α,				
CITY/COUNTY OF	, to-wit:				
The foregoing instrument wa	s acknowledged before me th	nis day o	ofTin	ле Д	by
Inc., a Virginia subchapter S corporati	on.	_ on bondin or	1100 1111	.10 /1	d vontaros,
My commission expires:					
Registration Number:					
	-	Notary P	ublic		=

Firestations Political Boundaries Access Easements Sunt. Taxparcels Schools Project Ape Legend Notes Map Scale 1: 15,631 5/16/2018 Feet 2,605.2 1,623.64 ft # B 845.12 ft 1,302.6 618.80 ft Wantere Hunterel 2,219.02 ft The information contained in this data should not be used as a "legal description", Map information is believed to be accurate, but accuracy is not guaranteed, 1295 1295 Copyright, 2014 County of Prince George, VA County of Prince George **a**desiM