



City of Delray Beach

Cover Memorandum/Staff Report

File #: 25-221 CRA Agenda Date: 12/4/2025 Item #: 6B.

TO: CRA Board of Commissioners FROM: Christine Tibbs, Assistant Director

THROUGH: Renée A. Jadusingh, Esq., Executive Director

DATE: December 4, 2025

APPROVAL OF TEMPORARY USE AGREEMENT WITH DAN ENTERPRISES TEAM, LLC, TO UTILIZE FIVE PARKING SPACES WITHIN THE CRA-OWNED PARKING LOT LOCATED AT 362 NE 3RD AVENUE

Recommended Action:

Approve a Temporary Use Agreement with Dan Enterprises Team, LLC, for the use of five (5) parking spaces within the CRA-owned parking lot located at 362 NE 3rd Avenue.

Background:

The Arts Warehouse is located at 313 NW 3rd Street within the Pineapple Grove Arts District in CRA Sub-Area #3 and is a two-story commercial building that the CRA acquired in 2010. Previously a one-story warehouse that was used for autobody work, the CRA completed a full renovation to the 15,000 sq. ft. space in 2017. The renovation included adding a second story for affordable artist studio rentals and building out the first story to include exhibition, gallery, and event rental spaces. The Arts Warehouse serves as a recognizable anchor on Artists Alley driving pedestrian activity and development in the area.

On March 25, 2025, the CRA Board approved the issuance of Invitation to Bid (ITB) CRA No. 2025-03 for the exterior and interior repair work to the Arts Warehouse: repairing and replacing the roof membrane for both stories, parapets, gutters and downspouts to remedy roof leaks, repairing any cracked and/or defective stucco, exterior painting, and repairing cracks and/or any defective areas in the interior concrete floor throughout the building to restore the floors to their original design strength and appearance (Project). This Project was budgeted within the CRA's Budget for Fiscal Year 2025-2026 CRA.

Maintaining the Arts Warehouse prevents slum and blight and contributes to creating additional affordable commercial spaces and economic opportunities within the CRA District as indicated in the objectives of the CRA Redevelopment Plan.

On October 28, 2025, the CRA Board awarded the ITB to Dan Enterprises Team, LLC, and authorized CRA Staff to enter into negotiations related to the Construction Contract.

CRA Staff has met with Dan Enterprises Team, LLC and had the opportunity to discuss the scope of work needed for the Project. And on December 4, 2025, the Construction Contract will go before the CRA Board for approval for the Project with Dan Enterprises Team, LLC, in an amount not to exceed \$426,771.71.

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Temporary Use Agreement:

Dan Enterprises Team, LLC, has requested to reserve and use five (5) parking spaces within the CRA-owned parking lot at 362 NE 3rd Avenue as parking for the general contractor and its subcontractors for the duration of the Project; no staging or storage of construction materials or equipment will occur within the parking spaces. The duration of the Project is expected to be approximately six (6) months.

At this time, CRA Staff is requesting the CRA Board approve the Temporary Use Agreement with Dan Enterprises Team, LLC, to reserve and use five (5) parking spaces within the CRA-owned parking lot at 362 NW 3rd Avenue as parking for the general contractor and its subcontractors for the duration needed to complete the construction of the exterior and interior repairs to the CRA-owned building at 313 NE 3rd Street, also known as the Arts Warehouse.

Attachment(s): Exhibit A - Location Map; Exhibit B - Temporary Use Agreement

CRA Attorney Review:

The CRA Legal Counsel has prepared and reviewed the Temporary Use Agreement for legal sufficiency and form and determined it to be acceptable.

Funding Source/Financial Impact:

Funding has been allocated from GL# 7441.

Overall need within the Community Redevelopment Area from Delray Beach CRA Redevelopment Plan:

Removal of Slum And Blight

Land Use

Economic Development

Affordable Housing Downtown Housing Infrastructure

Recreation and Cultural Facilities