



Date: December 29, 2022

To: Xavier Leonard, Legislative Services Agency

From: Adam Steen, Director

RE: New Lease by and between 4<sup>th</sup> Street Center, LLC and Iowa Department of Administrative Services on behalf of and for the benefit of the Iowa Department of Human Services, Child Support Recovery Unit

Leased Premises: Approximately, 3,361 Square Feet of office space located in the Ho-Chunk Centre at 600 4<sup>th</sup> Street, Suite 770, Sioux City, Iowa 51101

Term of Lease: The lease shall commence on April 1, 2023 and shall end on March 31, 2028.

Cost of the Lease: For the lease term commencing on April 1, 2023 through March 31, 2028, the annual cost of this lease will be approximately, \$41,340.36.

The tenant will also pay a one-time tenant improvement cost of approximately, \$54,343.60. The total cost of this lease with the tenant improvement cost is estimated to be \$261,045.40.

Source of Funding: The funding is split between the State (34%) and Federal (66%) program match.

Consequences of delaying or abandoning the lease: Delaying or abandoning the lease for the Sioux City Child Support Recovery Unit office would directly impact nearly 15,000 customers and over 8,500 children in the 5-county area served by the Sioux City Child Support office. This would result in at worst a complete loss of services in the area, and at best, reduced or delayed services and additional travel, time, and expense for our customers to go to the next-closest Child Support office, 95 miles away.

We are submitting the above information, pursuant to 2021 Iowa Acts, House File 314. If you have questions or comments, please do not hesitate to contact Barbara Bendon at 515-281-8887 or email [Barbara.Bendon@Iowa.gov](mailto:Barbara.Bendon@Iowa.gov).