City of Charlotte

Legislation Details (With Text)

File #:	15-12467	**Version:** 1	**Name:**		
Type:	Consent Item		**Status:**	Agenda Ready	
File created:	12/13/2019		**In control:**	City Council Business Meeting	
On agenda:	2/24/2020		**Final action:**		
Title:	Corporate Hangar License and Ground Lease				
Attachments:					

Date	Ver.	Action By	Action	Result

Corporate Hangar License and Ground Lease

Action:

A. **Approve a 10-year license with Davinci Jets for a corporate hangar at Charlotte Douglas International Airport,**

B. **Authorize the City Manager to extend the license for up to two additional, five-year extension terms,**

C. **Approve a 10-year ground lease with Davinci Jets for the construction of a parking lot at Charlotte Douglas International Airport, and**

D. **Authorize the City Manager to extend the ground lease for up to two additional, five-year extension terms.**

Staff Resource(s):
Brent Cagle, Aviation
Haley Gentry, Aviation

Explanation
- Aviation has agreed to license a corporate hangar located at 5207 Morris Field Drive to Davinci Jets (Davinci).
- The hangar consists of 5,799 square feet of office space and 25,698 square feet of hangar space.
- The annual rent is $373,431.58 and the 10-year license value is $3,734,315.80.
- Rents for the facility will be adjusted periodically per the terms and conditions of the license to keep pace with market conditions.
- To support Davinci's operations at the corporate hangar, Aviation has also agreed to lease Davinci 0.13 acres to construct a parking lot addition of approximately 12 spaces to the existing vehicular parking lot.
- The annual ground rent is $1,950 and the 10-year lease value is $19,500.
- Rents for the ground lease will be adjusted periodically per the terms and conditions of the lease to keep pace with market conditions.
- This activity is occurring on airport property located in Council District 3.

Fiscal Note
Funding: Revenue will be deposited into Aviation's Operating Budget.