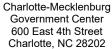


# City of Charlotte



# Legislation Details (With Text)

File #: 15-15550 Version: 1 Name:

Type: Consent Item Status: Approved

File created: 4/8/2021 In control: City Council Business Meeting

On agenda: 6/28/2021 Final action: 6/28/2021

Title: Airport Facility and Ground Lease to FedEx

Attachments:

CHARLOTTE

Date	Ver.	Action By	Action	Result
6/28/2021	1	City Council Business Meeting	Approve	Pass

## Airport Facility and Ground Lease to FedEx

### **Action:**

- A. Approve a facility lease with FedEx Corporation for a cargo facility at Charlotte Douglas International Airport for a term through July 31, 2028,
- B. Approve a nine-year ground lease with Fedex Corporation for 1.69 acres for a parking lot development, and
- C. Authorize the City Manager to approve an additional five-year term for each lease and to amend the leases consistent with the purpose for which the leases were approved.

## Staff Resource(s):

Haley Gentry, Aviation Ted Kaplan, Aviation

#### **Explanation**

- FedEx is expanding its package delivery options and needs additional space for operations. The Airport has a vacant cargo facility at 4302 Yorkmont Road, which is adjacent to their existing location at 4200 Yorkmont Road.
- The annual facility rent, ground rent, and airport services fees for the 4302 Yorkmont Road cargo facility are estimated to be \$242,460.50.
- The expiration date of the facility lease matches the expiration in Fedex's lease for the cargo located at 4200 Yorkmont Road.
- FedEx also desires to lease an adjoining 1.69 acres to develop a parking facility to support its operations.
- The annual rent and airport services fees for the ground lease is estimated to be \$37,686. The nine-year lease value is estimated to be \$376,680.
- This activity is occurring on Airport property located in Council District 3.

#### **Fiscal Note**

Funding: Revenue from the lease agreements will be deposited within Aviation's Operating Budget.