

Legislation Text

File #: 15-12467, Version: 1

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.