



**CITY OF FORT LAUDERDALE
City Commission Agenda Memo
REGULAR MEETING**

#16-0187

TO: Honorable Mayor & Members of the
Fort Lauderdale City Commission

FROM: Lee R. Feldman, ICMA-CM, City Manager

DATE: February 16, 2016

TITLE: Resolution Approving Execution of a First Amendment to Lease Agreement with Sheltair Executive South, Inc. for Parcel 20 at Fort Lauderdale Executive Airport

Recommendation

It is recommended that the City Commission authorize the City Manager to enter into an amended lease for parcel 20 with Sheltair Executive South, Inc. (Sheltair), with an expiration date to May 31, 2016 in order to negotiate new terms and rates.

Background

Sheltair leases parcel 20 consisting of 1.15 acres of aviation property, under a 30-year lease agreement dated March 1, 1986, which expires on February 28, 2016. The current annual lease payments total \$30,157.56 (\$0.60 per square foot).

The parcel has been improved with approximately 21,175 square feet of hangar and office space. The hangar facility currently houses a helicopter maintenance operation and several smaller aviation operators occupy the offices.

Sheltair has been a tenant at Executive Airport for nearly 40 years and currently leases property on nine individual Leaseholds. Sheltair has developed nearly 3.5 million square feet of aviation space on twelve airports across Florida, Georgia, and New York. The company's aviation facility development, ownership, and operation experience is well known throughout the aviation industry.

The lease is scheduled to expire on February 28, 2016; however, Sheltair is interested in a long-term lease renewal. With the understanding, additional time will be required to negotiate new terms and rates; a ninety-day lease amendment extension will have to be executed. Staff sees this as an opportunity to negotiate equitable terms and rates and to maintain the continued operation of a longtime tenant that has provided quality service to the operators and users of Executive Airport.

Resource Impact

There will be a positive fiscal impact associated with the lease extension.

Strategic Connections

This item is a *Press Play Fort Lauderdale Strategic Plan 2018* initiative, included within the Business Development Cylinder of Excellence, specifically advancing:

- Goal 7: Be a well-positioned City within the global economic and tourism markets of the South Florida region, leveraging our airports, port, and rail connections.
- Objective 4: Deliver best-in-class regional general aviation airport amenities and services to domestic and international stakeholders.

This item advances the *Fast Forward Fort Lauderdale 2035 Vision Plan: We Are Prosperous*

Attachments

Exhibit 1 - First Amendment to Lease Agreement

Exhibit 2 - Resolution

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