

# AGENDA ITEM SUMMARY

## FORT COLLINS CITY COUNCIL

**ITEM NUMBER:** 11

**DATE:** May 18, 1999

**STAFF:** Fred Anderton

### **SUBJECT:**

Second Reading of Ordinance No. 74, 1999, Authorizing the Long-Term Lease of Property at the Fort Collins-Loveland Municipal Airport to James Grubbs for the Construction of an Aircraft Hangar.

### **RECOMMENDATION:**

Staff recommends adoption of the Ordinance on Second Reading.

### **EXECUTIVE SUMMARY:**

The Airport Manager has negotiated a twenty-five year lease of property with James Grubbs, for the construction of an aircraft hangar. James Grubbs will construct a hangar that will provide at least 2,000 square feet of aircraft storage space. At the expiration of the lease, the improvements revert to the ownership of the Cities. Ordinance No. 74, 1999, was unanimously adopted on First Reading on May 4, 1999.

# AGENDA ITEM SUMMARY

## FORT COLLINS CITY COUNCIL

**ITEM NUMBER:** 24

**DATE:** May 4, 1999

**STAFF:** Fred Anderton

### SUBJECT:

First Reading of Ordinance No. 74, 1999, Authorizing the Long-Term Lease of Property at the Fort Collins-Loveland Municipal Airport to James Grubbs for the Construction of an Aircraft Hangar.

### RECOMMENDATION:

Staff recommends adoption of the Ordinance on First Reading.

### FINANCIAL IMPACT:

The lease will generate, in land rents for the airport, \$288 annually for the first five years. After the fifth, and every fifth year thereafter through the term of the lease (twenty-five), the rent will increase (using an equation based on the inflation rate established by the Denver-Boulder Consumer Price Index).

### EXECUTIVE SUMMARY:

The Airport Manager has negotiated a twenty-five year lease of property with James Grubbs, for the construction of an aircraft hangar. James Grubbs will construct a hangar that will provide at least 2,000 square feet of aircraft storage space. At the expiration of the lease, the improvements revert to the ownership of the Cities.

The construction of the hangar will generate new revenue for the Airport and help meet the aircraft storage needs of local aircraft owners.