

Information and General Services Department

Airport (530) 273-3374 FAX (530) 274-1003 Mail: 950 Maidu Ave. Nevada City, CA 95959 Location: 13083 John Bauer Ave. Grass Valley, CA 95945 Information Systems Geographic Information Systems Cable Television Central Services Airport Facilities Management Purchasing Emergency Services Public Library

NEVADA COUNTY BOARD OF SUPERVISORS Board Agenda Memo

MEETING DATE:	June 12, 2018
TO:	Board of Supervisors
FROM:	Steve Monaghan, Chief Information Officer
SUBJECT:	Resolution approving Amendment No. 2 to the Lease Agreement for Airport Real Property between the County of Nevada and Alpine Aviation, Inc., for operation of an aircraft maintenance Fixed Base Operator Facility and authorizing the Chair of the Board to execute the Amendment.

<u>RECOMMENDATION</u>: Adopt the Resolution

FUNDING: Revenue is received into the Airport Fund. There is no impact on the General Fund.

BACKGROUND: Board of Supervisors Resolution 08-473 approved the current real property lease with Alpine Aviation, Inc., on September 23, 2008. The lease covers 4,800 square feet of hangar space in a two-unit hangar, and four adjacent aircraft tie-down spots on Ramp 5 of the Nevada County Airport. The second term expiration date is September 30, 2018.

On April 18, 2018 a fire occurred at the adjacent Sierra Mountain Aviation hangar and a Declaration of a Local Emergency was proclaimed on May 22, 2018, to enact further site evaluations and to assess potential health and safety issues to people and property in the immediate vicinity of the fire.

Prior to the fire, comparisons of like property at airports similar to the Nevada County Airport were undertaken to set the rate for an agreed upon renewal lease with Alpine Aviation, Inc., that would have been effective June 1, 2018. The rate of \$.2990 per square foot per month (\$1,435.20 total per month) had been agreed to by the Nevada County Airport Manager and Alpine Aviation, Inc. This agreement was originally scheduled to come before the Board of Supervisors for approval at the April 24th meeting but was pulled in light of the event.

Staff is asking that this reduction in rent be approved retroactively, effective from April 18, 2018, due to the negative impact of the fire on Alpine Aviation and its operations and to acknowledge the accommodations that Alpine Aviation has provided the aviation community while the fire damage is being assessed and the damaged hangar repaired.

If the Amendment is approved, the current monthly rental rate of \$1,628.16 will be decreased by \$192.96 to \$1,435.20 effective April 18, 2018 until the end of the current lease on September 30, 2018. Rent will be prorated from the effective date. With the applied credits, the June rent will be \$1,158.59. In all other respects, the prior agreement of the parties shall remain in full force and effect except as amended.

Item Initiated by:Justin DrinkwaterApproved by:Steve Monaghan