

AN ORDINANCE

99406

AUTHORIZING THE EXECUTION OF A FIVE (5) YEAR LEASE AGREEMENT WITH CHARLES OLIN DRENNAN D/B/A ACE FLYERS FOR USE OF BUILDING 605 FOR AN ANNUAL BUILDING RENTAL OF \$8,262.00, 47,292 SQUARE FEET OF GROUND SPACE AND 4,965 SQUARE FEET OF PARKING LOT FOR AN ANNUAL GROUND AND PARKING LOT RENTAL OF \$3,666.39, FOR A TOTAL ANNUAL RENTAL OF \$11,928.39 AT STINSON MUNICIPAL AIRPORT; AND AUTHORIZING RENTAL CREDITS IN AN AMOUNT NOT TO EXCEED \$7,000.00.

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WHEREAS, the City is the owner in fee simple of all pieces, parcels or tracts of land situated at Stinson Municipal Airport, in the City of San Antonio, Bexar County, Texas; and

WHEREAS, Charles Olin Drennan d/b/a Ace Flyers (hereinafter, "Lessee") wishes to enter into a Lease for use of Building 605, 47,292 square feet of ground premises, and 4,965 square feet of parking lot space; and

WHEREAS, Lessee began its operations at Stinson Municipal Airport in 2003 as a sublessee of Stinson Aviation Corporation; and

WHEREAS, the City previously released a request for Interest Statements for use of these facilities on January 12, 2004 and Lessee proposed to use the facilities for flight instruction and aircraft repair and maintenance and to upgrade the restroom facilities in Building 605; and

WHEREAS, Lessee shall receive a rental credit in an amount not to exceed \$7,000.00 provided Lessee completes the improvements to the Leased Premises in accordance with the provisions of the Lease Agreement and upon receipt of the required cost information and certifications; and

WHEREAS, it is deemed to be in the best interest of the City to enter into a five (5) year Lease Agreement for said premises with Lessee; **NOW THEREFORE:**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Manager or her designee is authorized to execute a Stinson Municipal Airport Lease Agreement with Charles Olin Drennan d/b/a Ace Flyers, a copy of which is attached hereto as Attachment 1 and incorporated by reference herein for all purposes.

SECTION 2. The proceeds of the Agreement shall be deposited into Fund 51-001 entitled "Airport Fund," Index Codes 040527 and 060660, entitled, "Airport Ground Rental-Stinson-Non-Avia" and "Airport Ground Rental-Stinson-Aviation" respectively. The Lease rate for

47,292 square feet of ground space is \$0.07 per square foot per year, producing an annual rental of \$3,317.44 per year. The lease rate for 4,985 square feet of parking lot space is \$0.07 per square foot per year, producing an annual rental of \$348.95 per year. The lease rate for Building 605 is \$0.90 per square foot per year, producing an annual building rental of \$8,262.00 per year.

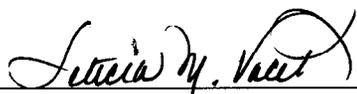
SECTION 3. The Director of Finance may, subject to concurrence by the City Manager, or the City Manager's designee, correct allocation to specific index codes and fund numbers as necessary to carry out the purpose of this Ordinance.

SECTION 4. Lessee may receive rental credits in an amount not to exceed \$7,000.00 in accordance with the terms of the Lease Agreement.

SECTION 5. This Ordinance shall be effective on and after the tenth (10th) day after passage hereof.

PASSED AND APPROVED THIS 24th DAY OF June, 2004.


M A Y O R
EDWARD D. GARZA

ATTEST: 
City Clerk

APPROVED AS TO FORM: 
for City Attorney