



Lompoc City Council Agenda Item

City Council Meeting Date: April 21, 2020

TO: Jim Throop, City Manager

FROM: Richard Fernbaugh, Aviation/Transportation Administrator
r_fernbaugh@ci.lompoc.ca.us

SUBJECT: Land Lease Agreement at Lompoc Airport

Recommendation:

Staff recommends the City Council approve and authorize the City Manager to execute a Land Lease Agreement with Central Coast Agriculture, Inc. for a hangar at Lompoc Airport.

Background:

Central Coast Agriculture, Inc. is purchasing a hangar, currently owned by Ron Rarick (Rarick), which has approximately 14 years and 2 months remaining on the existing Lease Agreement between Rarick and the City (Rarick's Lease Agreement). Central Coast Agriculture Inc. desires to lease the premises from the City based on the same terms as Rarick's Lease Agreement for the remaining term period therein. The attached new Lease Agreement between Central Coast Agriculture Inc. and the City proposes that Central Coast Agriculture Inc. lease the premises from the City and assume the term period remaining on Rarick's Lease Agreement. Rarick's Lease Agreement is for \$155.37 per month and has yearly increases built into it.

Fiscal Impact:

No change to current fiscal impact to the Airport.

Conclusion:

The Lease Agreement with Central Coast Agriculture, Inc. will continue an agreement with Rarick, which provides revenue to the Airport and results in the hangar becoming the property of the City at the end of the Lease Agreement in 2034.

Respectfully submitted,

Richard Fernbaugh, Aviation/Transportation Administrator

APPROVED FOR SUBMITTAL TO THE CITY ADMINISTRATOR:

Michael W. Luther, P.E., Public Works Director

APPROVED FOR SUBMITTAL TO THE CITY COUNCIL:

Jim Throop, City Manager

Attachment: Land Lease Agreement