



Lompoc City Council Agenda Item

City Council Meeting Date: February 6, 2024

TO: Dean Albro, City Manager

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

SUBJECT: Approval of Agreement with Robert Campbell to Terminate his Existing Lease Agreement at the Lompoc Airport due to Sale of Hangar to Ofer Shepher; Approval of Lease Agreement with Ofer Shepher at Lompoc Airport

Recommendation:

Staff recommends the City Council approve and authorize the City Manager to execute a mutual agreement to terminate the current Lease of Robert Campbell (Attachment 1), and to approve and authorize the City Manager to execute a Land Lease Agreement with Ofer Shepher for a hangar at the Lompoc Airport (Attachment 2).

Background:

Ofer Shepher (Shepher) is purchasing a hangar, currently owned by Robert Campbell (Campbell), which has approximately 4 years and 3 months remaining on the existing Lease Agreement between Campbell and the City (Campbell's Lease Agreement). In light of the sale of the hangar, Campbell wishes to terminate his current Lease Agreement with the City. Shepher desires to lease the premises from the City for the remaining term period therein. The new Lease Agreement between Shepher and the City proposes that Shepher lease the premises from the City and assume the term period remaining on Campbell's Lease Agreement. Shepher's Lease Agreement is for \$504.00 per month and has yearly increases built into it.

Fiscal Impact:

The change in ownership of the hangar and subsequent termination and new lease will have no change to the current fiscal impact to the Airport.

Conclusion:

The Lease Agreement with Shepher will continue as an agreement 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 2028.

Respectfully submitted,

Richard Fernbaugh, Transit/Airport Administrator

APPROVED FOR SUBMITTAL TO THE CITY ADMINISTRATOR:

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

APPROVED FOR SUBMITTAL TO THE CITY COUNCIL:

Dean Albro, City Manager

- Attachments: 1) Agreement for Mutual Termination of Lease with Bob Campbell
2) Land Lease Agreement with Ofer Shepher