



Lompoc City Council Agenda Item

City Council Meeting Date: November 19, 2024

TO: Dean Albro, City Manager

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

SUBJECT: Approval of Agreement with Jeffery Honeywell to Terminate his Existing Lease Agreement at the Lompoc Airport due to Sale of Hangar to Adam Clarke; Approval of Lease Agreement with Adam Clarke 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 Jeffery Honeywell (Attachment 1), and to approve and authorize the City Manager to execute a Land Lease Agreement with Adam Clarke for a hangar at Lompoc Airport (Attachment 2).

Background:

Adam Clarke (Clarke) has purchased a hangar, formerly owned by Jeffery Honeywell (Honeywell), which has approximately 9 years and 7 months remaining on the existing Lease Agreement between Honeywell and the City (Honeywell's Lease Agreement). Considering the sale of the hangar, Honeywell wishes to terminate his current Lease Agreement with the City. Clarke desires to lease the premises from the City for the remaining term period therein. The new Lease Agreement between Clarke and the City proposes that Clarke lease the premises from the City and assumes the term period remaining on Honeywell's Lease Agreement. Clarke's Lease Agreement is for \$244.80 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 allow the City to continue collecting rental revenue at the same rate as the City would have done in the existing lease agreement.

Conclusion:

The Lease Agreement with Clarke 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 2034.

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 Jeffery Honeywell
2) Land Lease Agreement with Adam Clarke