

SUBJECT: A report and recommendation on authorizing the City Manager to enter into an agreement of lease with Jason III Aviation, Inc. for Lunken Airport Lease Area 7 containing Hangar 4.

BACKGROUND:

A Request for Proposals for Lunken Airport Lease Area 4, which contains Hangar 4, was issued October 10, 2006. Jason III Aviation is a 24-hour full-service fixed base operation (FBO) currently located at Lunken Airport Lease Area 40. The company provides a variety of services including aircraft storage, aircraft maintenance, sale of fuel, and sale of parts and supplies. One proposal was received and it was selected as the most advantageous to the City, and the company wishes to enter a 5-year agreement with five 5-year renewal periods. The annual rent for the initial term of the lease is \$216,000.00, which is the fair rental value as determined by the September 1, 1998 Revenue Policy for Lunken and Blue Ash Airports and adjusted for inflation. In addition to the Lease area 4, Jason III Aviation will continue to operate from the current location at Lease Area 40. This is consistent with the Lunken Airport Master Plan and policy direction provide by Cincinnati City Council.

RECOMMENDATION:

Department of Community Development and Planning staff recommend that City Planning Commission take the following action:

AUTHORIZE the City Manager to enter into an agreement of lease with Jason III Aviation, Inc. for Lunken Airport Lease Area 4 containing Hangar 4.

Respectfully submitted,

APPROVED:

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