

GILLESPIE FIELD DEVELOPMENT COUNCIL

Thursday, July 18, 2018

AGENDA ITEM #8

Proposed First Amendment to Existing Aviation Ground Lease with Mitre Aviation, L.P.
(County Contract Number 315005)



BACKGROUND

The County Board of Supervisors approved the original Lease with Mitre Aviation L.P. (Mitre) which commenced on January 1, 2015 and expires on July 31, 2038.

The existing lease with Mitre contains provisions requiring the lessee to remove improvements that encroach upon the Building Restriction Line (BRL) and the Runway Visibility Zone (RVZ), for the B-II Runway 17/35. The County is currently reviewing the classification of Runway 17/35 to determine if it is appropriate to reduce it to a B-I runway or keep it as a B-II. The Federal Aviation Administration (FAA) has agreed to allow for an extension of time before the Mitre improvements need to be removed, not to exceed 3 years, while County is studying this issue.

PROPOSED AMENDMENT

The proposed First Amendment to Lease would provide Mitre an additional three years before being required to remove the improvements, while the County decides the future of Runway 17/35. If the runway remains a B-II classification, the encroaching improvements would then require removal by the revised demolition date of July 31, 2021. Mitre would be required to submit plans detailing the proposed demolition work at least one year prior, by July 31, 2020.

RECOMMENDED MOTION

"Gillespie Field Development Council recommends the Board of Supervisors approve the proposed First Amendment to Aviation Ground Lease with Mitre Aviation, L.P., as recommended by staff."