

11306. RESOLUTION 17-41 - LEASE AGREEMENT BETWEEN THE DELAWARE RIVER AND BAY AUTHORITY AND MAVERICK AIR, LLC.

WHEREAS, the Delaware River and Bay Authority (the “Authority”), is the operator of the New Castle Airport (“Airport”); and

WHEREAS, Maverick Air, LLC (“Maverick”) desires to lease approximately 5,650 square feet of hangar and office space (1/4 share) in a facility commonly referred to as 137 North DuPont Hwy. or Hangar A; and

WHEREAS, Maverick has agreed to pay the Authority annual rent in the amount of Ninety-Eight Thousand Seven Hundred and Ninety-Eight Dollars 38/100 (\$98,798.38); and

WHEREAS, the initial term of the Agreement shall be for three (3) years; and

WHEREAS, Maverick shall have the option to renew the Agreement for two (2) additional one (1) year terms; and

WHEREAS, rent during each non-renewal year shall adjust annually by the Consumer Price Index (CPI); and

WHEREAS, rent at the beginning of the first renewal term shall adjust by the current Fair Market Value (FMV); and

NOW, THEREFORE, BE IT RESOLVED, that the Executive Director is hereby authorized to finalize the terms and conditions of the Lease Agreement with Maverick Air, LLC and, with the advice and consent of Counsel, to have such Agreement executed by the Chairperson, Vice Chairperson and the Executive Director.

A motion to approve Resolution 17-41 was made by Commissioner Van Sant, seconded by Commissioner Smith, and approved by a roll call vote of 10-0.

Resolution 17-41 Executive Summary

Resolution: Authorizing the Execution of a Lease Agreement between the Delaware River and Bay Authority and Maverick Air LLC regarding the New Castle Airport

Committee: Economic Development

Committee Date: September 19, 2017

Board Date: September 19, 2017

Purpose of Resolution:

To permit the Executive Director, Chairman and Vice Chairman to execute and deliver a Lease Agreement for space at the New Castle Airport.

Background for Resolution:

The Delaware River and Bay Authority operates a building located at 137 North DuPont Hwy, known as Hangar A at the New Castle Airport. Maverick Air LLC currently leases space in this hangar and their lease is expiring in November. Maverick would like to continue to lease the space in order to operate their corporate flight department. Maverick has been a tenant at the airport since 2007.