

**RESOLUTION 23-32 - LEASE AGREEMENT BETWEEN THE DELAWARE RIVER AND BAY AUTHORITY AND HERITAGE TILE, INC. AT THE MILLVILLE AIRPORT**

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

WHEREAS, Heritage Tile, Inc. (“Heritage”) desires to lease approximately 2,000 square feet of storage space in a facility commonly referred to as Building 33 at the Millville Airport; and

WHEREAS, Heritage has agreed to pay the Authority annual rental in the amount of Four Thousand Five Hundred Dollars 00/100 (\$4,500.00); and

WHEREAS, the initial term of the Lease (“Lease Agreement”) is for one (1) year; and

WHEREAS, Heritage shall have the right to renew the Lease Agreement for two (2) one (1) year renewal options; and

WHEREAS, rent during the renewal terms shall be adjusted each year by the CPI; and

NOW, THEREFORE, BE IT RESOLVED, that the Executive Director is hereby authorized to finalize the terms and conditions of the Lease Agreement with Heritage Tile, Inc. and, with the advice and consent of counsel, to have such Agreement executed by the Chairperson, Vice Chairperson and the Executive Director.

## **Resolution 23-32 - Executive Summary**

**Resolution:** Authorizing the Execution of a Lease Agreement between the Delaware River and Bay Authority and Heritage Tile, Inc. regarding Millville Airport

**Committee:** Economic Development

**Committee Date:** June 21, 2023

**Board Date:** June 21, 2023

**Purpose of Resolution:** To permit the Executive Director, Chairman and Vice Chairman to execute and deliver a Lease Agreement for space at the Millville Airport.

**Background for Resolution:** The Delaware River and Bay Authority owns a building located at 33 Reeves Street, Millville Airport. Heritage Tile wishes to lease the building and use the space for storage associated with their business not located at the airport. Heritage has been occupying the facility since 2021. The rental rate is FMV based upon an appraisal.