

Item # 3-1

**City of Carson City
Agenda Report**

Date Submitted: 8/25/2008

Agenda Date Requested: 9/4/2008

Time Requested: consent

To: Board of Supervisors

From: Carson City Airport Authority

Subject Title: Action to approve:

1. An amendment to the Carson City Airport Lease with Mountain West Aviation, LLC.
2. A new lease agreement for a portion of the Carson City Airport Lease Agreement with Mountain West Aviation, LLC.
3. An assignment of the new lease agreement from Mountain West Aviation, LLC., to KCXP Investments, LLC.

Staff Summary: This lease amendment, new lease on a portion of the leasehold and assignment reflects the relocation of the existing fuel island lease held by Mountain West Aviation, LLC., to accommodate the Master Plan improvements.

Type of Action Requested: (check one)

Resolution

Ordinance

Formal Action/Motion

Other (Specify)

Does This Action Require A Business Impact Statement: Yes No

Recommended Board Action: (I move that we) approve:

1. The amendment to the Carson City Airport Lease with Mountain West Aviation, LLC.
2. The new lease agreement for a portion of the Carson City Airport Lease Agreement with Mountain West Aviation, LLC., and,
3. The assignment of the new lease agreement from Mountain West Aviation, LLC., to KCXP Investments, LLC.

Explanation for Recommended Board Action:

This item comes as a result of the Airport Master Plan construction at the Airport. That plan includes a slight re-alignment of the runway so as to better fit in the Airport footprint and direct aircraft farther from homes. That re-alignment will change the building restriction area such that the current self serve fuel operation will need to be moved. Although FAA funding for the runway re-alignment is still 2 years away, the Airport Authority has negotiated a relocation of the fuel island and associated hangar parcels so as to accommodate the funding without delay. Although there is a theoretical possibility that funding might not be provided, all indications, including the current hill removal grant, indicate that the FAA funding will occur in 2010. In fact, the Airport Authority had been negotiating with the fuel island tenant for several years to try to solve this problem.