

A G E N D A



Recommendation for Council Action (Real Estate)

Austin City Council	Item ID:	71527	Agenda Number	18.
Meeting Date:	June 15, 2017			
Department:	Office of Real Estate Services			
Subject				
<p>Authorize negotiation and execution of a 42-month lease renewal for hangar space located at 4321 Emma Browning Avenue from SIGNATURE FLIGHT SUPPORT CORPORATION in an amount not to exceed \$22,168.98 (District 2).</p>				
Amount and Source of Funding				
<p>Funding in the amount of \$1,454.61 is available in the Fiscal Year 2016-2017 Approved Operating Budget of the Austin Police Department. Funding for the remaining lease term is contingent upon available funding in future budgets.</p>				
Fiscal Note				
<p>A fiscal note is not required.</p>				
Purchasing Language:				
Prior Council Action:				
For More Information:	Lt. David Socha, APD, (512) 657-0429; Lauraine Rizer, Office of Real Estate Services, (512) 974-7078; Megan Herron, Office of Real Estate Services, (512) 974-5649.			
Boards and Commission Action:				
MBE / WBE:				
Related Items:				
Additional Backup Information				

The Austin Police Department Air Operations Unit has flown operations since January 2002 and now owns and operates one fixed-wing aircraft. The aircraft is housed in leased hangar space. The City has occupied this lease space since May 2002. The Office of Real Estate Services renews the lease annually, but the total rent is set to exceed Staff's administrative authority (\$62,000). The Austin Police Department Air Operations Unit is seeking Council authorization to continue to lease the hangar space through 2020.

The rate for 2017 is \$484.87 per month, and it is anticipated to rise by 5% on January 1 of each year throughout the term. The proposed 42-month term of this extension would commence on July 1, 2017, and run through December 2020.

The table below illustrates the estimated annual costs for the space.

Lease Term	Monthly Rent	Total Rent
07/01/17 – 12/31/17	\$484.87	\$2,909.22
01/01/18 – 12/31/18	\$509.11	\$6,109.36
01/01/19 – 12/31/19	\$534.57	\$6,414.83
01/01/20 – 12/31/20	\$561.30	\$6,735.57
Total Amount:		\$22,168.98

The Strategic Facilities Governance Team reviewed and approved this facility request.

A map of the leased premises attached.