



Broward County

Legislation Text

File #: 22-1379, Version: 1

Broward County Commission Regular Meeting

Director's Name: Mark Gale

Department: Aviation

Division: North Perry Airport

Information

Requested Action

MOTION TO APPROVE Agreement of Lease between Broward County and Flight Support and Logistics, LLC, for aircraft storage and maintenance facilities at North Perry Airport, effective upon approval by the Broward County Board of County Commissioners and terminating on the last day of the 20th lease year, and authorize Mayor and Clerk to execute.

Why Action is Necessary

Chapter 2, Section 2-40(a) of the Broward County Code of Ordinances requires the Broward Board of County Commissioners ("Board") to authorize any commercial activities or occupancy of any portion of Broward County's Fort Lauderdale-Hollywood International Airport ("FLL") and North Perry Airport ("HWO").

What Action Accomplishes

Approves an Agreement of Lease ("Agreement") between Broward County ("County") and Flight Support and Logistics, LLC, ("Flight Support") to provide aircraft storage and maintenance facilities at HWO.

Is this Action Goal Related

No

Previous Action Taken

None

Summary Explanation/Background

THE AVIATION DEPARTMENT RECOMMENDS APPROVAL OF THE ABOVE MOTION.

This action will approve an Agreement between the County and Flight Support to provide aircraft storage and maintenance facilities at HWO.

In February 2022, the Broward County Aviation Department ("BCAD") advertised Requests for Letters of Interest ("RLI") for available parcels at HWO. BCAD periodically advertises RLI's to develop vacant property at HWO to meet airport users' current and future needs and increase airport revenue. BCAD staff received three development proposals for a parcel located on the east side of HWO (parcel no. 3).

BCAD reviewed each of the development proposals and considered the strength, weaknesses, proposed investment, and the current and future needs of HWO as related to each proposal. The proposal submitted by Flight Support received the highest ranking and best matched the aeronautical needs of HWO.

The proposed Agreement leases to Flight Support approximately 4.9 acres, of which 3 are currently undeveloped. The Agreement contains a phased construction period not to exceed 4 years, and an amortization period of 20 years, for a total term of 24 years, with a minimum capital expenditure requirement of \$1,580,000, for the capital improvements that must be completed by the last day of the fourth lease year.

The proposed Agreement has been reviewed and approved by the Office of the County Attorney and the Risk Management Division.

Source of Additional Information

Mark E. Gale, A.A.E., CEO/Director of Aviation, (954)359-6199

Fiscal Impact

Fiscal Impact/Cost Summary

Beginning on the first day of the Agreement, Flight Support will pay the County \$114,201 annually in rent, plus applicable taxes. Rent is subject to an annual adjustment based upon the greatest of 3% or the consumer price index. The total anticipated revenue over the 24-year term is estimated at approximately \$2,740,824.