

RESOLUTION NO. -20

**A RESOLUTION
APPROVING, CONFIRMING AND RATIFYING
THE AIRPORT AUTHORITY'S EXECUTION OF A
LEASE AGREEMENT BETWEEN THE
AIRPORT AUTHORITY AND ALLEN AIR, LLC**

WHEREAS, Allen Air, LLC proposes to lease a 0.72 acre of land located in the southwest corporate aircraft storage site in order to construct a hanger facility (individual aircraft storage unit) of 11,200.00 square feet.

WHEREAS, the rate is \$0.24 per square foot per year for an annual rent to \$7,527.00, escalated every five years by CPI or 3% per year compounded annually. Rent is effective on date of approval and tenant has prepaid \$10,000.00 as part of his proposal. The lease term is 40 years.

WHEREAS, Allen Air has 90 days to submit construction plans for approval, six months after approval to start construction, and 24 months after approval to complete construction of the new facilities.

WHEREAS, to encourage economic development and support for new commercial airport business, the Airport Authority of the City of Gulf Shores adopted Resolution No.760-19 approving the Lease Agreement for the construction and operation of a corporate aircraft storage facility.

WHEREAS, in compliance with the executed 2008 amended and restated Lease, Assignment, and Operating Agreement between the City and the Authority, Council authorization, ratification and confirmation is requested as follows:

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GULF SHORES, ALABAMA, WHILE IN REGULAR SESSION ON JANUARY 27, 2020, as follows:

Section 1. The Authority did, at its Board Meeting of November 25, 2019 approve the issuance of a Lease Agreement between the Airport Authority of the City of Gulf Shores and Allen Air, LLC for the construction and operation of a corporate aircraft storage facility.

Section 2. In accordance with paragraph 1.10 of the Amended and Restated Airport Lease Agreement between the Authority and the City, the Authority has requested approval by the City Council of such action; and

Section 3. That the action of the Authority approving the issuance of a Lease between the Authority and Allen Air, LLC located at the Jack Edwards National Airport on land owned by the City and leased to the Authority, be and it is hereby confirmed, ratified and approved as presented.

Section 4. That this Resolution shall become effective upon its adoption.

ADOPTED this 27th day of January, 2020.

Robert Craft, Mayor

ATTEST:

Wanda Parris, MMC
City Clerk

C E R T I F I C A T E

I, Wanda Parris MMC, City Clerk of the City of Gulf Shores, Alabama, do hereby certify that the foregoing is a true and correct copy of Resolution No. -20 (prepared by City Clerk), which Resolution was duly and legally adopted at a regular meeting of the City Council on January 27, 2020.

City Clerk