

10347. RESOLUTION 11-10 - LEASE AMENDMENT BETWEEN THE DELAWARE RIVER AND BAY AUTHORITY AND JOHN DEBAUN AT CAPE MAY AIRPORT

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

WHEREAS, John DeBaun currently leases approximately 1,500 square feet of space in Building 96 at the Cape May Airport; and

WHEREAS, John DeBaun would like to switch units within Building 96; and

WHEREAS, John DeBaun has agreed to pay the Authority annual rent in the amount of \$9,000 during the first renewal term of the Lease Agreement (“Agreement”) and \$10,500 for the second renewal term for the new unit; and

WHEREAS, rent during the remaining option periods shall be adjusted each year by the Consumer Price Index (CPI).

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

A motion to approve Resolution 11-10 was made by Commissioner Favre, and seconded by Commissioner Dorn. With Commissioner Green voting no, Resolution 11-10 was approved by a roll call vote of 10-1.

Resolution 11-10 Executive Summary

Resolution: Authorizing the Execution of a Lease Amendment between the Delaware River and Bay Authority and John DeBaun, regarding Cape May Airport

Committee: Economic Development

Committee Date: March 1, 2011

Board Date: March 15, 2011

Purpose of Resolution:

To permit the Executive Director, Chairman and Vice Chairman to execute and deliver a Lease Amendment for Space at Cape May Airport.

Background for Resolution:

John DeBaun has been a tenant at the Cape May Airport for 6 months. When John DeBaun moved into the facility, the entire building was being renovated and several units were not currently available for rent. Renovations have been completed and John DeBaun would like to relocate to one of the other units in the same building. The unit has been vacant for 2 years. The building was appraised in 2007. The rental rates are negotiated at a reduced initial rate but escalates to the Fair market Value by year 3 of the lease.