

**10569. RESOLUTION 12-33 – LEASE AGREEMENT BETWEEN THE DELAWARE RIVER AND BAY AUTHORITY AND THE BOEING COMPANY AT THE NEW CASTLE AIRPORT**

WHEREAS, the Delaware River and Bay Authority (the “Authority”), is the operator of the New Castle Airport (“Airport”), New Castle, Delaware; and

WHEREAS, The Boeing Company ( “Boeing”) desires to lease approximately 39,100 square feet of space at 17 Penns Way, commonly referred to as the Buildings 6-01, 6-02, 6-05 and 6-06 at the New Castle Airport; and

WHEREAS, Boeing has agreed to pay the Authority annual rent in the amount of One Hundred and Thirty-Eight Thousand Eight Hundred and Five Dollars (\$138,805.00); and

WHEREAS, the initial term of the Lease Agreement is for one (1) year; and

WHEREAS, Boeing with the consent of the Authority, shall have the option of renewing this lease agreement for five (5) option periods of one (1) year each; and

WHEREAS, rent shall be adjusted annually by the Consumer Price Index (CPI); and

WHEREAS, rent shall be adjusted at the fixed rate of 2% at the beginning of the each renewal term; and

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

A motion to approve Resolution 112-33 was made by Commissioner Murphy, seconded by Commissioner Smith, and approved by a roll call vote of 11-0.

### **Resolution 12-33 Executive Summary Sheet**

**Resolution:** Authorizing the Executive Director to execute a Lease Agreement with the Boeing Company.

**Committee:** Economic Development

**Committee Date:** September 18, 2012

**Board Date:** September 18, 2012

**Purpose and Background for Resolution:**

The Delaware River and Bay Authority owns a hangar facility located at 17 Penns Way. The hangar totals approximately 39,000 square feet of hangar, shop and office space. This space was previously leased to Boeing and was utilized by a rotocraft program based in Ridley Park. Boeing desires to lease this hangar facility again from the Delaware River and Bay Authority to operate a different aviation program in the aerial surveillance equipment area that is currently based out of the Aberdeen Proving Ground location.