

10703. RESOLUTION 13-26 – LEASE AGREEMENT BETWEEN THE DELAWARE RIVER AND BAY AUTHORITY AND THE UNITED STATES OF AMERICA AT THE MILLVILLE AIRPORT

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

WHEREAS, the United States Government (the “Government”) desires to lease approximately 9.47 acres to include the Hangar 91 at the Millville Airport; and

WHEREAS, the Government has agreed to pay the Authority annual rent based upon a Fair Market Value (FMV) assessment; and

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

WHEREAS, the Government shall have the option of renewing this Agreement for fourteen (14) option periods of one (1) year each; and

WHEREAS, rent shall be adjusted annually 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 Agreement with the United States Government and, with the advice and consent of counsel, to have such Lease Agreement executed by the Chairperson, Vice Chairperson, and the Executive Director.

A motion to approve Resolution 13-26 was made by Commissioner Smith, seconded by Commissioner Dorn, and approved by a roll call vote of 10-0.

Resolution 13-26 Executive Summary Sheet

Resolution: Authorizing the Executive Director to execute a Lease Agreement with the United States Government

Committee: Economic Development

Committee Date: July 16, 2013

Board Date: July 16, 2013

Purpose and Background for Resolution:

The Delaware River and Bay Authority operates a hangar facility commonly referred to as Hangar 91 at the Millville Airport. The hangar totals approximately 7,200 square feet of hangar and office space. Additionally, they are leasing adjacent lands totaling approximately 9.47 acres. The United States Government is leasing the property on behalf of the US Marshals. They have plans to expand and improve the facility to use as a prisoner transfer facility.