

10557. RESOLUTION 12-25 – LEASE AGREEMENT BETWEEN THE DELAWARE RIVER AND BAY AUTHORITY AND SRL FLOOR COVERING AT THE CAPE MAY AIRPORT

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

WHEREAS, SRL Floor Covering (“SRL”) desires to lease approximately 1,500 square feet of space in a building located at 1298 Hornet Rd., commonly referred to as Building 96 Unit #9 at the Cape May Airport; and

WHEREAS, SRL has agreed to pay the Authority annual rent in the amount of Eight Thousand Four Hundred Dollars (\$8,400.00); and

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

WHEREAS, SRL with the consent of the Authority, shall have the option of renewing this Agreement for two (2) option periods of one (1) year each; and

WHEREAS, rent during the first option shall be Eleven Thousand Dollars (\$11,000.00) annually and rent during the second option shall be Twelve Thousand (\$12,000.00) annually.

NOW, THEREFORE, BE IT RESOLVED, that the Executive Director is hereby authorized to finalize the terms and conditions of the Agreement with SRL 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 12-25 was made by Commissioner Dorn, seconded by Commissioner Smith, and approved by a roll call vote of 12-0

Resolution 12-25 Executive Summary Sheet

Resolution: Authorizing the Executive Director to execute a Lease Agreement with the SRL Floor Covering

Committee: Economic Development

Committee Date: July 17, 2012

Board Date: July 17, 2012

Purpose and Background for Resolution:

The SRL would like to lease approximately 1,500 square feet of space in a building commonly referred to as Building 96 unit #9. The initial rental rate is a negotiated rate. This unit has been vacant since January of 2008. This building was appraised in 2007. Over the first two years of occupancy the rental rate escalates so that the rental rate in the 3rd year will be \$8.00 per square foot. With this lease and the planned Brewery expansion, this building will be fully leased.