

12552. RESOLUTION 26-01- LEASE TERMINATION AGREEMENT BETWEEN THE DELAWARE RIVER AND BAY AUTHORITY AND LUND AIR SERVICES, LLC. AT THE NEW CASTLE AIRPORT

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

WHEREAS, Lund Air Services, LLC (“Lund”) currently leases 70% of a hangar located at 5 DRBA Way at the New Castle Airport; and

WHEREAS, Lund sold their aircraft in December of 2025 will not be operating a corporate flight department; and

WHEREAS, Lund’s lease agreement is not scheduled to expire until August 31, 2031; and

WHEREAS, Lund has requested to terminate their lease agreement early; and

WHEREAS, the Authority has a tenant that will take over the space being vacated by Lund immediately; and

WHEREAS, the Authority and Lund agree that the lease shall expire effective February 28, 2026; and

WHEREAS, Lund will pay a termination fee totaling two (2) months’ rent and the security deposit on file; and

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

Resolution **26-01** was moved by Commissioner Houghton, seconded by Commissioner Mehaffey, and was approved by a roll call vote of 9-0.

Resolution 26-01 - Executive Summary

Resolution: Authorizing the Execution of a Lease Termination Agreement between the Delaware River and Bay Authority and Lund Aviation Services, LLC at the New Castle Airport

Committee: Economic Development

Committee Date: January 21, 2026

Board Date: January 21, 2026

Purpose of Resolution: To permit the Executive Director, Chairperson and Vice Chairperson to execute and deliver a lease termination agreement for space at the New Castle Airport.

Background of Resolution: The Delaware River and Bay Authority operates a hangar facility located at the New Castle Airport. Lund Aviation Services, LLC is an existing tenant at New Castle and has been on the airfield since June of 2011. Lund's ownership has sold the aircraft and the hangar is currently unoccupied. Their current lease term does not expire until August 31, 2031, but they have requested to terminate their lease agreement early. We have a neighboring tenant on the airfield that would like to take over the space that Lund will be vacating immediately.