Department of Port Control

Ordinance No.: 116-2024

Executive Summary

The Department of Port Control ("Department") is requesting authority to enter into a Lease Agreement with T & G Flying Club, Inc., ("T & G Flying") for the lease of certain city owned property generally located in the terminal building of Burke Lakefront Airport ("BKL") at 1501 North Marginal Road Suite No. 184, Cleveland, OH 44115, for the operation of a flight training school, aircraft rental program, and related services for student pilots. The Department is requesting a term of one (1) year with four (4) one-year options to renew, exercisable by the Director of Port Control.

Background/Purpose:

Pursuant to the authority of ordinances passed by Cleveland City Council, No. 1106-18 passed on October 8, 2018. The Department executed lease agreement No. 3001 2019*024 for approximately 1,552 square feet for the use of certain city owned property generally located in the terminal building of Burke Lakefront Airport ("BKL") at 1501 North Marginal Road Suite No. 184, Cleveland, OH 44115, for the operation of a flight training school, aircraft rental program, and related services for student pilots. The term was set at one (1) year with four (4) one-year options to renew.

T & G Flying has requested that the Department obtain legislative authority to enter into a new Lease Agreement.

Scope:

The following are provisions are contained in the Lease:

- (A)The Director of Port Control is authorized to enter into a lease for a period of one (1) year with four (4) one-year options for the use and occupancy of approximately 1,552 square feet of space in the terminal building of Burke Lakefront Airport ("BKL") at 1501 North Marginal Road Suite No. 184, Cleveland, OH 44115, for the operation of a flight training school, aircraft rental program, and related services for student pilots.
- (B) The initial rental rate shall be based on an independent third-party appraisal; and for each year after the initial term, on the effective date of the lease, the rental rate shall be adjusted based on the United States Department of Labor, Consumer Price Index: "All Urban Consumers" Midwest; however, never lower than the rate during the initial term.

Justification/Urgency:

These premises are needed by T & G Flying to continue the operation of training student pilots and various aviation-related services.

Anticipated Cost:

None.

Term:

The Department is requesting a term of one (1) year, with four (4) one-year options to renew, exercisable by the Director of Port Control.

Current Contracts:

Name	Expiration	Contract No.	Annual Amount
T & G Flying Club, Inc.	6/30/2024	CT 3001 2019*024	\$27,160.00/annum

Employee Demographics:

Total number of employees: 16

Number of employees that are minorities: 1

Number that are women: 1

Number that are City of Cleveland residents: 2