Department of Port Control

Ordinance No.: 682-2023

Executive Summary

The Department of Port Control ("Department") is requesting authority to enter into one or more Master Leases and Agreements with the various signatory airlines and cargo carriers for the use and occupancy of certain City-owned spaces located at Cleveland Hopkins International Airport, for a period not to exceed twelve (12) years.

Background/Purpose:

Scope:

The following are provisions to be contained in the Lease:

- (A)The Director of Port Control is authorized to enter into one or more Master Leases and Agreements with various signatory airlines and cargo carriers for the use and occupancy of certain City-owned spaces located at Cleveland Hopkins International Airport. The leased premises shall be used to support flight activities and cargo carrier services.
- (B)The term of the individual leases shall not exceed twelve (12) years.
- (C)Lessee shall pay the City, a rate, payable in monthly installments, and based upon a residual model whereby the airline(s) guarantee the Department of Port Control's budget and overall operating expenses.

Justification/Urgency:

The authorization of these Master Leases and Agreements are necessary as the current Master Lease first option to renew is set to expire on December 31, 2023. The new Master Lease Agreement will ensure the financial sustainability for the implementation of the Master Plan.

Anticipated Cost:

None

Schedule or Term of Contract:

The Department is requesting a term not to exceed twelve (12) years.