

The Corporation of the City of Kawartha Lakes

Council Report

Report Number RS2019-014

Date: February 19, 2019
Time: 2:00 p.m.
Place: Council Chambers

Ward Community Identifier: 5

Title: Proposed Lease Agreement between the City of Kawartha Lakes and Eric B. Robinson Limited (Hangar Space at Kawartha Lakes Municipal Airport)

Author and Title: Laura Carnochan, Law Clerk – Realty Services

Recommendations:

That Report RS2019-014, Proposed Lease Agreement between the City of Kawartha Lakes and Eric B. Robinson Limited (Hangar Space at Kawartha Lakes Municipal Airport), be received; and

That the Mayor and Clerk be authorized to execute the Lease Agreement attached as Appendix A on behalf of the Corporation of the City of Kawartha Lakes, being a Lease Agreement with Eric B. Robinson Limited for the purpose of leasing hangar space at the Kawartha Lakes Municipal Airport for a one year term.

Department Head:_____

Financial/Legal/HR/Other:_____

Chief Administrative Officer:_____

Background:

Eric B. Robinson Limited has been leasing hangar space at the Kawartha Lakes Municipal Airport since 2008. The last Lease Agreement expired on September 30, 2018.

Eric B. Robinson wishes to continue to lease the hangar space for a one year period.

The proposed Lease Agreement was reviewed by Loomex and the former Airport Board and it was recommended that the City proceed with renewing the Lease Agreement for a one year term.

The purpose of this report is to provide Council with an opportunity to consider the terms of the proposed Lease Agreement and for Council to provide direction required to execute this Agreement. The proposed Lease Agreement is attached as Appendix A.

Appendix B is a general location map, Appendix C is an aerial photo, and Appendix D is a map.

Rationale:

The annual gross revenue of the proposed Lease is \$16,152.44, broken down as follows:

Rent: \$6,551.40 (plus \$851.68 HST)

Additional Rent: \$2,600.00 (plus \$338.00 HST)

Municipal Taxes: \$5,811.36

As the City receives an HST rebate of 86.461%, the City will receive a rebate of \$1,028.61 in relation to this Lease. Factoring in the HST rebate, the annual net revenue of this Lease will be \$15,951.37.

Other Alternatives Considered:

Council could direct that the Lease Agreement not be renewed. This is not recommended in this circumstance as the previous Lease Agreement has already expired and Eric B. Robinson Limited has been paying the proposed rental amounts (in monthly installments) since the expiration date.

Financial Impacts:

The revenue for this Lease will remain the same as that of the previous term.

Relationship of Recommendation to the 2016-2019 Strategic Plan:

The recommendation in this report does not specifically align with a strategic goal, but does align with the strategic enabler efficient infrastructure and asset management.

Consultations:

City Solicitor
Municipal Airport Board Chair

Attachments:

Appendix A – Proposed Lease Agreement (Expiry 2019-09-30)



Appendix A -
Proposed Lease Agree

Appendix B – General Location Map



Appendix B - General
Location Map.pdf

Appendix C – Aerial Photo



Appendix C - Aerial
Photo.pdf

Appendix D – Map



Appendix D -
Map.pdf

Department Head E-Mail: rcarlson@kawarthalakes.ca
Department Head: Robyn Carlson
Department File: L17-18-RS186