



Stillwater Regional Airport Authority
2020-1 West Airport Road
Stillwater, Oklahoma 74075

Office: 405.372.7881
Fax: 405.372.8460

www.Stillwater.org - www.FlyStillwaterOk.com

REPORT TO AIRPORT AUTHORITY

SRAA-18-43

Date of Meeting: August 16, 2018

Subject: Approve Lease Agreement with LynRho, LLC dba Hangar 1 Flight Center of Stillwater

Purpose of Report: Approve Five year lease with one (1) five year option

Background Discussion: The owners of LynRho LLC dba Hangar 1 Flight Center at Stillwater have requested the renewal of their lease agreement for a five year term with one (1) five year option. This lease was approved by the Authority in September 2017 "pending final legal review and subsequent Council approval." After further review, we discovered the final steps were not performed. As a result, the lease expired in September of 2017 and the tenancy with Hangar 1 Flight Center has continued on a month-to-month basis. This oversight was recently discovered and contact was made with tenant Joe Kochick and he renewed his request to enter into a five year lease agreement with a five year option. The initial 5 year lease term, if approved, will run from October 1, 2018 until June 30, 2023 with the option to renew the lease for an additional five year term. The Initial Rental Rate (as indicated in Section 3.1) will be \$8,769.36 annually with the standard annual CPI increase occurring each July 1.

Hangar 1 Flight Center at Stillwater is a tenant in good standing and operates a flight training school and aircraft rental for the users at Stillwater Regional Airport. Their flight school is a much needed business for our users and continues to provide an outlet for new pilots and for aircraft rentals.

Budget: The renewal of this agreement will provide a continued flow of facility rent to the airport as well as fuel flowage fees related to fuel purchased for their aircraft.

Recommendation: Staff recommends approval of the lease agreement to LynRho LLC dba Hangar 1 Flight Center at Stillwater with a recommendation of approval by the City Council.

Prepared by: Paul Priegel, Assistant Airport Director

Date of Preparation: August 03, 2018

Attachments: 1