

**CITY COUNCIL
COMMUNICATION:**

ITEM _____

98-186

**OFFICE OF THE CITY MANAGER
CITY OF DES MOINES, IOWA**

AGENDA:
MAY 4, 1998

SYNOPSIS —

SUBJECT:
APPROVAL OF
SUPPLEMENTAL
AGREEMENT TO
ADD 4525 SW 34TH
STREET TO THE
IOWA AIR
NATIONAL GUARD
AIRPORT LEASE

The purchase of the property at 4525 SW 34th Street has been completed and title conveyed to the City. In accordance with Roll Call No. 91-2057, the property is now required to be leased to the United States of America for the Iowa Air National Guard (IANG) on a long-term basis beginning by June 1, 1998, and expiring coincident with their master lease on June 30, 2030.

TYPE:
RESOLUTION
ORDINANCE
RECEIVE/FILE

FISCAL IMPACT –

SUBMITTED BY:
WILLIAM
FLANNERY
AVIATION
DIRECTOR

With Supplemental Agreement No. 6 to the Lease Agreement, the rental shall remain the same as the current annual rental rate of \$1 per annum. In addition to the \$1 per annum, the IANG provides in-kind services in the form of Aircraft Rescue and Fire Fighting Services (ARFF). The IANG provides all necessary personnel, uniforms, apparatus, equipment, and machinery to operate and maintain ARFF Services. The cost to the IANG of providing ARFF Services is in excess of \$970,000 per annum which meets or exceeds required Federal Aviation Administration levels. In addition, the IANG pays the City an airport use fee in the amount of \$25,500 per annum for use and maintenance of the Des Moines International Airport.

RECOMMENDATION –

Since the IANG Lease term has over five years remaining, Supplemental Agreement No. 6. must be approved by City Council. On April 7, 1998, by Resolution A98-103, the Des Moines International Airport Board recommended approval of the Supplemental Agreement No. 6 to City Council, subject to final review and approval by legal counsel. Staff recommends approval of Supplemental Agreement No. 6 to the Lease.

BACKGROUND –

On June 23, 1975, by Roll Call No. 2969, the City Council approved a Lease between the City and the United States of America for the IANG. On May 20, 1991, by Roll Call No. 91-2057, the City Council approved the purchase of properties for the IANG expansion. One of the properties purchased under this plan was 4525 SW 34th Street (formerly owned by Loffredo' s Produce). On April 27,1998, the City Council set the matter for public hearing at 5:30 p.m. on May 4, 1998.