

**CITY COUNCIL
COMMUNICATION:**

ITEM _____

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

00-178

SYNOPSIS -

AGENDA:

APRIL 24, 2000

SUBJECT:

APPROVAL OF
SUPPLEMENTAL
AGREEMENT NO. 7
TO ADD 3301 SW
MCKINLEY AVENUE
TO THE IOWA AIR
NATIONAL GUARD
(IANG) AIRPORT
LEASE.

The purchase of the property at 3301 SW McKinley Avenue (Exhibit A) has been completed and the title conveyed to the City. In accordance with Roll Call No. 91-2057, the property is required to be leased to the United States of America for the Iowa Air National Guard (IANG) on a long-term basis beginning May 1, 2000, and expiring coincident with their master lease on June 30, 2030.

Since the IANG lease term has over three years remaining, Supplemental Agreement No. 7 must be approved by City Council. On April 19, 2000, by Resolution A00-141, the Airport Board recommended approval of the Supplemental Agreement No. 7 to City Council, subject to final review and approval by legal counsel.

FISCAL IMPACT -

TYPE:

RESOLUTION
ORDINANCE
RECEIVE/FILE

SUBMITTED BY:

WILLIAM
FLANNERY
AVIATION
DIRECTOR

No fiscal impact. With this Supplemental Agreement, the rental shall remain the same as the current annual rental 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 (ARFF) Services. 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 (FAA) levels. In addition, the IANG pays the City an airport user fee in the amount of \$25,500 per annum for use and maintenance of the Des Moines International Airport. The City Council has determined the in-kind services and the monetary amounts paid by IANG to be fair and reasonable rental for the IANG leasehold.

RECOMMENDATION -

Approval.

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 3301 SW McKinley Avenue (formerly occupied by Iowa Periodicals). On April 17, 2000, by Roll Call No. 00-1082, the City Council set the matter for public hearing at 5:30 p.m. on April 24, 2000.