

SKYDIVE ADDICTION LLC LEASE AGREEMENT - SKYLARK FIELD

- Airport Staff was contacted by Skydive Addiction about relocating an existing skydiving business to Skylark Field
- Several meetings and site visits were held
- Conducted a review of their business plan
- Reviewed safety and operations plan and safety record

- Held Town Hall meeting with Skylark Tenants
- □ FAA conducted site and air traffic safety study
- FAA met with Airport staff, Skydive Killeen, Fort Hood Air Traffic Control and Fort Hood Air Traffic & Airspace Officer to discuss safety and operational concerns

- FAA determined Skydive Operations can be done safely at Skylark Field
- Staff negotiated a lease agreement with Skydive Addiction, LLC, d.b.a. Skydive Killeen for aviation business activities of a commercial skydiving operator to include classroom activities and parachute rigging
- □ Five-year term beginning October 1, 2022 and ending September 30, 2027

- Office space and service bay in the old Skylark Fire Station building
- Annual rental revenue to aviation will be \$10,092 first year with annual increases
- □ Expected fuel sales of 7,800 gallons the first year and up to 10,000 gallons by second year, or an approximate 18% to 25% increase over current annual fuel sales

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□ Do not approve the lease

Approve the lease

Approve lease agreement with Skydive Addiction, LLC, d.b.a. Skydive Killeen and authorize the City Manager or designee to execute same as well as any and all amendments and lease actions as allowed per federal, state, or local law