



PAXTON AVIATION LEASE TERMINATION

RS-17-063

June 20, 2017

PAXTON AVIATION LEASE

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- Lease approved January 26, 2016
- History of late payments and ISF checks
- Airport letter of demand
 - ▣ January 24, 2017
- Lockouts
 - ▣ March 16 and April 4 2017
- Tenant request for release from lease
 - ▣ May 15, 2017

PAXTON AVIATION LEASE

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- Alternatives Considered
 - ▣ 1. Negotiate with tenant for payment plan to keep hangar lease
 - ▣ 2. Move forward with request for lease termination

- Staff recommends alternative No. 2
 - ▣ Tenant apparently cannot meet his obligations
 - ▣ Staff needs authority to clear tenant and begin process of locating a new tenant

RECOMMENDATION

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- City Council approve termination of the Jacob Paxton lease agreement effective June 30, 2017 and authorize the City Manager to execute any and all necessary documentation to effect the termination