



Agenda Date: 10/10/2006
Agenda Placement: 6H

NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

TO: Board of Supervisors
FROM: Michael Stoltz for Robert Peterson - Director
Airport
REPORT BY: Kathy Dubrin, Staff Services Analyst II , 259-8683
SUBJECT: Amendment No. 2 to Agreement No. 767 with Silverado Avionics, Inc.

RECOMMENDATION

Director of Public Works/Aviation requests approval of and authorization for the Chair to sign Amendment No. 2 to Agreement No. 767 with Silverado Avionics, Inc. extending the term through May 31, 2007 for the business of aviation electronics.

EXECUTIVE SUMMARY

Lease Agreement No 767, with Silverado Avionics, Inc. expires November 30, 2006. Approval of Amendment No. 2 is being requested to provide sufficient time for discussions between Silverado Avionics and its current sublessee Bridgeford Flying Services to develop an appropriate agreement that ensures services that benefit the airport clients. All other terms will remain the same during the requested six month extension.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	Airport
Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	Continued rental income will serve as a revenue source for operation and capital improvement needs.
Is the general fund affected?	No
Future fiscal impact:	Rental fees will serve as a revenue source for the Airport Enterprise Fund past the current fiscal year.

Consequences if not approved: Silverado Avionics, Inc. would no longer provide radio communications systems at the Airport and, and lease rental fee income would not continue as a revenue source for operation and capital improvement needs.

Additional Information:

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: **Categorical Exemption Class 1:** It has been determined that this type of project does not have a significant effect on the environment and is exempt from the California Environmental Quality Act. [See Class 1 ("Existing Facilities") which may be found in the guidelines for the implementation of the California Environmental Quality Act at 14 CCR §15301; see also Napa County's Local Procedures for Implementing the California Environmental Quality Act, Appendix B.]

BACKGROUND AND DISCUSSION

On November 24, 1992 the Board of Supervisors approved Lease Agreement No. 767 between the County of Napa and Silverado Avionics, Inc. to lease .867 acres of the improved premises located at the Napa County Airport to engage in the business of aviation electronics for a basic term of seven years commencing on December 1, 1992 and expiring on November 30, 1999. In 1999, the lessee exercised its option to extend the lease for an additional seven years to November 30, 2006. The First Amendment to Lease No. 767 was approved on May 3, 1994 in which the County consented for a portion of the improved premises to be subleased. The requested action extends the lease until May 31, 2007.

SUPPORTING DOCUMENTS

None

CEO Recommendation: Approve

Reviewed By: Andrew Carey