

DATE: April 28, 2022

TO: Council Airport Committee

FROM: Director of Public Works

SUBJECT: Assignment/Assumption of Aviation Training Lease

RECOMMENDATION

That the Council Airport Committee (CAC) reviews this report and recommends approval to Council.

SUMMARY

Jerry Hoffman, the owner of Aviation Training, Inc., (Aviation Training), entered into a lease with the City of Hayward in 1975 for the leasehold located at 21593 Skywest Drive. The lease expired in 2015 and was extended to 2047 shortly thereafter. At this time, Mr. Hoffman has requested that leasehold rights be conveyed from Aviation Training to Savage Aero, whose principal is Daniel Umanzor.

If this request is approved by the CAC, the item will be tentatively placed on the Council agenda for June 7, 2022.

BACKGROUND AND DISCUSSION

Jerry Hoffman entered into a 40-year commercial lease agreement with the Hayward Executive Airport (Airport) on September 1, 1975, for the parcel located at 21593 Skywest Drive (Attachment II). The lease expired on August 31, 2015, and was subsequently renewed in 2016. The leased area contains 50,018 square feet of space, and a hangar building with an attached office area.

Jerry Hoffman proposes to sell his leasehold interest to Savage Aero, subject to Council approval as outlined in the attached information (Attachment III). All other terms of the lease will remain unchanged.

ECONOMIC IMPACT

No economic impact is associated with this administrative change to the lease.

FISCAL IMPACT

No fiscal impact is associated with this action above and beyond the existing rent amount, which is approximately \$22,000 per year.

STRATEGIC ROADMAP

This agenda item pertains to development at the airport and does not directly relate to the Council's Strategic Roadmap.

SUSTAINABILITY FEATURES

No sustainability features are associated with this report.

PUBLIC CONTACT

The agenda and staff report for this item have been posted on the City's website and distributed to interested parties.

NEXT STEPS

If recommended by the CAC, this item will be forwarded to Council for consideration on June 7, 2022.

Prepared by: Doug McNeeley, Airport Manager

Recommended by: Alex Ameri, Director of Public Works

Approved by:

Kelly McAdoo, City Manager