

DATE: September 19, 2019

TO: Council Airport Committee

FROM: Director of Public Works

SUBJECT: 22005 Skywest Drive: Assignment/Assumption of Lease with William Field

RECOMMENDATION

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

SUMMARY

William "Bud" Field entered into a lease with the City of Hayward in 1999 for the leasehold located at 22005 Skywest Drive. Upon his passing in 2010, the company was transferred to a trust that bears his name and operates as Bud Field Aviation, Incorporated. The Trustee has requested that lease rights be conveyed from William Field (as an individual) to Bud Field Aviation, Inc.

If this action is approved by the Committee, the item will be tentatively placed on the Council agenda for October 1, 2019.

BACKGROUND

Mr. William "Bud" Field became an individual tenant at Hayward Executive Airport in 1983. Mr. Field entered into a 48-year commercial lease agreement with the airport in December 1999 for the parcel located at 22005 Skywest Drive, which had been vacant since 1990. His company, Bud Field Aviation, Inc., primarily provides aircraft storage service in a hangar building constructed at this address.

DISCUSSION

Mr. Field passed away in February 2010, but the operation of his company continues to the present day as Bud Field Aviation, Inc. Jim Bowers is the Trustee of the William Field 2009 Living Trust and oversees the daily operation of the business. To perfect the record, he has requested that the commercial ground lease be assigned from Bud Field, an individual, to Bud

Field Aviation, Inc. The Trustee and the heirs to the Bud Field estate are contemplating a sale of the existing hangar, and the Trustee states that this action will simplify and facilitate such a sale. All other terms of the lease will remain unchanged. In addition, the City Attorney has reviewed the transfer documents as to form.

STRATEGIC INITIATIVES

This agenda item pertains to development at the Airport and does not directly relate to one of the Council's Strategic Initiatives.

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 \$28,000 per year.

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 Committee, this item will be forwarded to Council for consideration.

Prepared by: Doug McNeeley, Airport Manager

Recommended by: Alex Ameri, Director of Public Works

Approved by:

Kelly McAdoo, City Manager

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