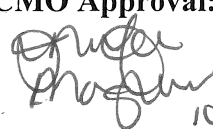


**CITY COUNCIL ACTION REQUEST**

<b>Department(s):</b> Airport	<b>CEQA:</b> Not a Project, File No. PP17-003, Agreements/ Contracts resulting in no physical changes to the environment.	<b>Coordination:</b> City Manager's Budget Office and City Attorney's Office	<b>Dept. Approval:</b> /s/ John Aitken
<b>Council District(s):</b> City-wide			<b>CMO Approval:</b>  10-16-19

**SUBJECT: SIXTH AMENDMENT TO THE LEASE OF AIRPORT PREMISES AGREEMENT BETWEEN THE CITY OF SAN JOSÉ AND JETT PRO LINE MAINTENACE, INC.**

**RECOMMENDATION:**

Approve the Sixth Amendment to Lease of Airport Premises ("Lease") between the City of San José ("City") and Jett Pro Line Maintenance, Inc. ("Jett Pro") to extend the term for three years to expire on November 30, 2022, with total revenue to the City in the amount of \$426,000.

**BASIS FOR RECOMMENDATION:**

Jett Pro provides aircraft line maintenance services to various airlines at the Airport under a separate Permit issued by the Director of Aviation. Jett Pro occupies space at the Airport to support its maintenance services at the Airport under a lease originally executed by the Director of Aviation under the Directors Authority provided in Municipal Code 25.08.1340, which allows the Director to execute leases and amendments if the total monetary value received by the City does not exceed \$250,000 or the agreement is three years or less including the term of any extensions or renewals. The current lease term expires on November 30, 2019 and Jett Pro wishes to continue to occupy the space. The proposed Amendment would result in the total rent paid to the City in excess of \$250,000 and thus Council must approve any proposed lease extension.

Staff recommends that Council approve the proposed lease extension so that Jett Pro may continue to provide maintenance services to various airlines at the Airport in accordance with its Permit.

**COST AND FUNDING SOURCE:**

No cost associated with this action and revenue for the three-year extension of this agreement is estimated at \$426,000.

**FOR QUESTIONS CONTACT:** John Aitken, A.A.E. Director of Aviation, (408) 392-3610