

COUNCIL AGENDA: 3/3/2020

FILE: 20-201

ITEM: 2.7

CITY COUNCIL ACTION REQUEST

Department(s):

**Council District(s):** 

City-wide

CEOA: Airport

Not a Project, File No. PP17-003. Agreements/Contracts (New or Amended) resulting

in no physical changes to the environment

**Coordination:** 

City Manager's Budget Office and City

Attorney's Office

Dept. Approval:

/s/ John Aitken

CMO Approyal:

SUBJECT: SEVENTH AMENDMENT TO THE LEASE OF AIRPORT PREMISES AGREEMENT BETWEEN THE CITY OF SAN JOSE AND G2 SECURE STAFF, LLC.

## **RECOMMENDATION:**

Approve a Seventh Amendment to Lease of Airport Premises with G2 Secure Staff, LLC ("G2") to extend the term for three years, from January 1, 2020 through December 31, 2022, with annual revenue to the City of approximately \$123,656.

## BASIS FOR RECOMMENDATION:

G2 provides baggage handling, skycap, aircraft cabin and security services under direct contract with various air carriers at the Airport under the authority of a separate Permit with the City issued by the Director of Aviation. G2 occupies a 325 sq. ft. space in Terminal A and a 95 sq. ft. space in Terminal B at the Airport in support of its ground handling operations under a Lease of Airport Premises executed by the Director of Aviation under the Director's Authority. Municipal Code 25.08.1340 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. G2 has asked to extend its Lease in support of administrative activities related to G2's ground handling operations at the Airport. The three-year term extension of this Lease will result in total revenue exceeding \$250,000 and thus Council must approve any proposed lease extension.

Climate Smart San José: The recommendation in this memo has no effect on Climate Smart San Jose energy, water, or mobility goals.

Commission Recommendation/Input: No commission recommendation or input is associated with this action.

## **COST AND FUNDING SOURCE:**

No cost associated with this action and the annual revenue for the three-year extension of this agreement is estimated at \$123,656.

FOR QUESTIONS CONTACT: Matthew Kazmierczak, Airport Department (408) 392-3640