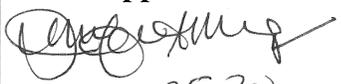




**CITY COUNCIL ACTION REQUEST**

<b>Department(s):</b> Airport	<b>CEQA:</b> Not a Project, 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>  2-25-20

**SUBJECT: THIRD AMENDMENT TO THE LEASE OF AIRPORT PREMISES AGREEMENT BETWEEN THE CITY OF SAN JOSÉ AND SMITHS DETECTION, INC.**

**RECOMMENDATION:**

Approve a Third Amendment to Lease of Airport Premises with Smiths Detection, Inc. ("Smiths") to extend the term for three years, from March 16, 2020 to March 15, 2023, with annual revenue to the City of approximately \$47,070.

**BASIS FOR RECOMMENDATION:**

Smiths occupies 150 square feet of office space in Terminal A in support of services provided to the Transportation Security Administration (TSA) under a Lease of Airport Premises executed under authority provided in the San Jose Municipal Code 25.08.1340 allowing the Director to execute leases and amendments if the total monetary value received by the City does not exceed \$250,000. Smiths requests to extend the Lease to continue to provide services in support of TSA. The three-year Lease term extension will result in total revenue from the Lease exceeding \$250,000 and thus the proposed lease extension is subject to City Council approval.

The Airport recommends Council approve this Lease Amendment which will provide the Airport with approximately \$141,210 in revenue over the three-year term extension and allow continued services to support TSA.

Climate Smart San Jose: 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:**

There are no costs associated with this action. The lease amendment will provide the Airport with approximately \$141,210 in revenue for the three-year term extension.

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