



City of Pensacola

222 West Main Street
Pensacola, FL 32502

Memorandum

File #: 2019-38

City Council

7/18/2019

LEGISLATIVE ACTION ITEM

SPONSOR: Grover C. Robinson, IV, Mayor

SUBJECT:

SUPPLEMENTAL BUDGET RESOLUTION 2019-38 - RENTAL CAR CONCESSION AGREEMENT & REAL PROPERTY LEASE AMENDMENT 2

RECOMMENDATION:

That City Council approve Supplemental Budget Resolution No. 2019-38.

A RESOLUTION AUTHORIZING AND MAKING REVISIONS AND APPROPRIATIONS FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2019; PROVIDING AN EFFECTIVE DATE.

HEARING REQUIRED: No Hearing Required

SUMMARY:

Pensacola International Airport has six on-airport rental car concessionaires to rent or lease motor vehicles to the public seven days a week during the hours in which there are scheduled airline operations. These concessionaires utilize on site facilities to service their rental fleets. Facilities are occupied by Hertz, Avis/Budget/Payless (Avis Budget Group owns Payless), Enterprise/Alamo/National (Enterprise Holdings owns Alamo and National), and Dollar/Thrifty.

In February of this year, City Council approved Amendment 2 to the Rental Car Concession Agreement and Real Property Lease. In part, this amendment provided for the replacement of certain items such as the car wash equipment and the vacuum systems at the service facilities that have reached the end of life from normal wear and tear. Since the construction of the service facilities, a Customer Facility Charge (CFC) has been billed to rental car patrons to pay for the ongoing maintenance of the area. The CFC anticipated the periodic replacement of items such as the car wash equipment and vacuum systems, and funds are available.

Supplemental Budget Resolution No. 2019-38 provides for the appropriation of the Customer Facility Charge Funds already collected to the FY2019 Budget to complete the projects in Amendment 2.

PRIOR ACTION:

February 14, 2019 - City Council approved Amendment 2 to the Rental Car Concession Agreement and Real Property Lease.

FUNDING:

Budget: \$ 1,686,000

Actual: \$ 1,686,000 Estimated

FINANCIAL IMPACT:

Approval of the supplemental budget resolution will appropriate the funds for the project.

CITY ATTORNEY REVIEW: Yes

6/27/2019

STAFF CONTACT:

Christopher L. Holley, City Administrator
Daniel E. Flynn, Airport Director

ATTACHMENTS:

- 1) Supplemental Budget Resolution No. 2019-38
- 2) Supplemental Budget Explanation No. 2019-38

PRESENTATION: No