



City of Pensacola

222 West Main Street
Pensacola, FL 32502

Memorandum

File #: 19-00187

City Council

5/30/2019

LEGISLATIVE ACTION ITEM

SPONSOR: Grover C. Robinson, IV, Mayor

SUBJECT:

AIRPORT - U.S. GENERAL SERVICES ADMINISTRATION (GSA) LEASE AGREEMENT

RECOMMENDATION:

That City Council authorize the Mayor to execute the Lease Agreement with GSA to provide for office and training space for the Transportation Security Administration at the Pensacola International Airport. Further, that City Council authorize the Mayor to execute any amendments to the Lease Agreement governing the annual terminal building rental rate adjustment. Finally, that City Council authorize the Mayor to take all actions necessary to execute the Lease Agreement.

HEARING REQUIRED: No Hearing Required

SUMMARY:

On July 15, 2016, the City of Pensacola and GSA entered into a Lease Agreement to provide the Transportation Security Administration (TSA) with the administrative and training space needed to support their passenger screening operations at Pensacola International Airport. The lease currently encompasses 3,965 square feet of space on the second level of the passenger terminal and 1,312 square feet of space on the first floor of the terminal.

The current lease expires July 15, 2019, and GSA wishes to continue leasing the area for the TSA. The new agreement is substantially similar to the current one, has a five (5) year term, and requires the Federal Government to pay the same rental rate as charged to the airlines and rental car companies. The terminal building rental rates are adjusted on an annual basis, and therefore, a lease amendment will be required annually when the new rates take effect.

PRIOR ACTION:

June 9, 2005 - City Council approved the Lease Agreement with GSA

June 24, 2010 - City Council approved the Lease Agreement with GSA

March 28, 2013 - City Council approved the Lease Agreement with GSA

May 12, 2016 - City Council approved the Lease Agreement with GSA

FUNDING:

Budget: \$ 210,000.00

Actual: \$ 165,361.60

FINANCIAL IMPACT:

The lease will generate an estimated \$165,361.60 for the first year of the agreement. The terminal building rental rates are adjusted on an annual basis, and therefore, the revenue generated will fluctuate.

CITY ATTORNEY REVIEW: Yes

5/2/2019

STAFF CONTACT:

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

ATTACHMENTS:

- 1) GSA Lease Agreement at Pensacola International Airport

PRESENTATION: No