ORDINANCE NO. 2025-O-63

AUTHORIZING THE CITY MANAGER TO EXECUTE A HANGAR LEASE AGREEMENT BETWEEN THE CITY OF LAREDO AND SIGNATURE FLIGHT SUPPORT, LLC FOR A PROPERTY LOCATED AT 5513 THOMAS AVENUE, KNOWN AS HANGARS 1 & 2, CONSTITUTING OF APPROXIMATELY 14,702.18 SQUARE FEET OF HANGAR SPACE. LEASE TERM SHALL BE FOR NINE (9) YEARS COMMENCING ON THE DATE OF EXECUTION. THE MONTHLY RENT SHALL BE \$4,291.00 AND WILL BE ADJUSTED ANNUALLY ACCORDING TO CHANGES IN THE CONSUMER PRICE INDEX (CPI); PROVIDING FOR SEVERABILITY; AND PROVIDING FOR AN EFFECTIVE DATE.

- WHEREAS, the City of Laredo, a Texas municipal corporation (the "City"), owns and operates the Laredo International Airport (the "Airport"); and
- WHEREAS, the City recognizes the need to establish a formal process for leasing hangar space at the Airport to ensure effective management and use of Airport property; and
- WHEREAS, the City has reviewed and approved a standard lease agreement governing the rental and use of Airport hangars in accordance with applicable federal, state, and local laws; and
- WHEREAS, this ordinance seeks to formalize the terms and conditions of hangar leasing, ensuring fair and non-discriminatory access to Airport facilities while protecting the interests of the City and the Airport;
- NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LAREDO:

SECTION 1: DEFINITIONS

For purposes of this ordinance, the following definitions apply:

- 1. **Airport** The Laredo International Airport, owned and operated by the City of Laredo.
- 2. **Hangar** A structure located on Airport property used for the storage and maintenance of aircraft.
- 3. **Lease Agreement** The standardized contract governing the rental and use of a Hangar.

- 4. **Tenant** Signature Flight Support, LLC, a Delaware Limited Liability Company, leasing a Hangar under the terms of the Lease Agreement.
- 5. **Landlord** The City of Laredo, acting through its designated officials.

SECTION 2: GENERAL TERMS OF HANGAR LEASE AGREEMENT

- 1. **Lease Term:** The lease shall be for a period of nine (9) years,
- 2. **Permitted Use:** The Tenant shall use the leased Hangar for the storage and maintenance of aircraft and ancillary aviation-related activities as approved by the Airport Director.
- 3. **Prohibited Uses:** Non-aviation activities, permanent residential use, or activities violating applicable laws and regulations are strictly prohibited.
- 4. **Rent and Adjustments:** The base rent shall be determined per square foot, payable monthly. Rent shall be subject to annual adjustments based on the Consumer Price Index (CPI).
- 5. **Security Deposit:** A deposit equivalent to three (3) months' rent shall be required.
- 6. **Utilities & Taxes:** Tenants shall be responsible for all utility costs and applicable taxes.
- 7. **Maintenance & Repairs:** The Tenant shall be responsible for maintaining the leased premises in good condition, including compliance with all safety and environmental regulations.
- 8. **Insurance Requirements:** Tenants must all maintain liability and property insurance as required by the City of Laredo, naming the City as an additional insured.
- 9. **Termination & Default:** The City reserves the right to terminate a lease for non-payment, violation of Airport regulations, or failure to comply with lease terms.

SECTION 3: ADMINISTRATION & ENFORCEMENT

1. The Airport Director or their designee shall oversee the implementation and enforcement of this ordinance.

- 2. Any disputes arising under the Lease Agreement shall be resolved in accordance with the terms of the agreement and applicable laws.
- 3. The City Council reserves the right to amend lease terms as necessary to ensure compliance with legal and regulatory requirements.

SECTION 4: EFFECTIVE DATE

This ordinance shall take effect immediately upon its passage and publication as required by law.

PASSED AND APPROVED on this _____ day of _____, 2025.

DR. VICTOR D. TREVIÑO

MAYOR

ATTEST:

BY:_____

MARIO I. MALDONADO, JR

CITY SECRETARY

APPROVED AS TO FORM:

BY:_____

DOANH "ZONE" T. NGUYEN

CITY ATTORNEY