



**TRUCKEE TAHOE AIRPORT DISTRICT
BOARD OF DIRECTOR STAFF REPORT**

AGENDA TITLE: Consumer Price Index Hangar and Tenant Lease Adjustment

MEETING DATE: August 22, 2018

PREPARED BY: Sally Lyon, Director of Finance and Administration

RECOMMENDED ACTION: Approve by consent: Staff recommends approval of a Consumer Price Index (CPI) adjustment of 3.2% for Hangar tenants and building tenants effective September 1, 2018. The current adjustment is based on the June 2018 West B/C index reported by the US Department of Labor. This annual lease adjustment is in accordance with the hangar leases.

DISCUSSION: A letter has been sent out to tenants in August to serve a thirty-day notice of an adjustment of the rent. Adjustments to rent will effective with the September rent billing.

HANGAR FISCAL IMPACT:	Current Rate	New Rate
T-Hangar	\$.3688	\$.3806
Executive Hangar	\$.4440	\$.4582

There will also be rent adjustments for tenants such as Clear Capital, Hertz and Enterprise as well as other tenants based on language in their lease agreements.

CONSENT MOTION: Approved by consent: The Board approves the CPI rate increase for Hangar Tenants based on Consumer Price Indexes for July 2018 West B/C index 3.2%, effective September 1, 2018 and building tenants per their lease agreements.

ATTACHMENTS:

- Consumer Price Indexes Pacific Cities West, July 2018.
- Hangar Tenant Letter