



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

AGENDA TITLE: Consumer Price Index Hangar and Tenant Lease Adjustment

MEETING DATE: August 26, 2020

PREPARED BY: Kelly Woo, Director of Finance and Administration

RECOMMENDED ACTION: Approve by consent: Staff recommends approval of a Consumer Price Index (CPI) adjustment of 1.5% for Hangar tenants and building tenants effective October 1, 2020. The current adjustment is based on the July 2020 West B/C index reported by the US Department of Labor. This annual lease adjustment is in accordance with their tenant and hangar lease agreements.

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

HANGAR FISCAL IMPACT:	Current Rate	New Rate
T-Hangar	\$.3905	\$.3964
Executive Hangar	\$.4701	\$.4772
Super Executive Hangar	\$.6689	\$.6789

There will also be a 1.5% CPI 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 2020 West B/C index 1.5%, effective October 1, 2020 and building tenants per their lease agreements.

ATTACHMENTS:

- Consumer Price Indexes Pacific Cities West, July 2020.