



April 24, 2018

Ground Lease Occupant
Rows H and J
Lincoln Regional Airport

RE: LINCOLN REGIONAL AIRPORT GROUND LEASE ROWS H AND J REISSUANCE

Dear Ground Lease Holder:

The City of Lincoln (City) has initiated a comprehensive effort to review all business practices at the Lincoln Regional Airport (Airport) to ensure the long-term financial stability of the Airport. Part of this effort has included the review of every lease held at the Airport to ensure that the associated lease terms not only reflect today's regulatory and legal environment but also to ensure that all rents are at market rate. Many of the Portable Hangar Space Lease Agreements (Leases) that govern the Port-A-Ports, located in Rows H and J, were executed in the early 1990s and are now considered out of date.

The Leases include a provision (Provision 1. *Term*) that allows the Landlord (the City) to change any term of the Lease by providing a thirty (30) day written notice. As such, the purpose of this letter is to inform you that the City intends to rescind all existing Leases and issue new ground leases that include new lease terms and associated rents. The new lease terms and lease rates will be consistent with the terms issued for the area that was formerly held by the Nunno Corporation (Rows P, Q, R, S, T). The proposed lease rate for the new Port-A-Port Ground Lease is **\$107.67 per month**.

In order to facilitate this transition and to provide an opportunity for all interested parties to learn more and to have the ability to ask questions the City will be holding two open house forums:

- Open House 1 - May 10, 2018 from 9:00 a.m. to 10:00 a.m.
- Open House 2 - May 10, 2018 from 4:00 p.m. to 5:00 p.m.

Both open houses will be held at the City's Corporation Yard Breakroom located at: 2100 Flightline Drive, Lincoln, California, 95648

Should you have any questions prior to the meeting, please do not hesitate to contact me at (916) 434-3248.

Sincerely,

A handwritten signature in purple ink, appearing to read "J. Hanson".

Jennifer Hanson
Public Services Director