

TRANSMITTAL FORM FOR LEGISLATION

TO: MAYOR'S OFFICE

ATTN: CANDACE L. BYRD

Dept.'s Legislative Liaison: Anita Williams

Contact Number: 404-530-6600

Originating Department: Aviation

Committee(s) of Purview: Transportation

Chief of Staff Deadline: 09/26/14

Anticipated Committee Meeting Date(s): 10/15/14

Anticipated Full Council Date: 10/20/14

Legislative Counsel's Signature: Martin Clarke

Commissioner's Signature: [Signature]

Chief Financial Officer: N/A

Chief Information Officer Signature (for IT Procurements) N/A

Chief Procurement Officer Signature: N/A

CAPTION
A RESOLUTION AUTHORIZING THE MAYOR TO AUTHORIZE AN AMENDMENT NO. 1 TO THE LEASE AGREEMENT BETWEEN THE CITY OF ATLANTA AND PAN AMERICAN LOGISTICS LLC TO EXTEND AND AMEND THE TERMS UNDER THE LEASE FOR THE PERISHABLES COMPLEX LOCATED AT THE HARTSFIELD-JACKSON ATLANTA INTERNATIONAL AIRPORT; AND FOR OTHER PURPOSES.

FINANCIAL IMPACT: (if any)
Mayor's Staff Only

Received by CPO: _____ (date)
Received by Mayor's Office: 9/4/14 (date)
Submitted to Council: _____ (date)
Received by LC from CPO: _____ (date)
Reviewed by: [Signature] (date)

Legislative White Paper

Committee of Purview: Transportation

Caption:

A RESOLUTION AUTHORIZING THE MAYOR TO AUTHORIZE AN AMENDMENT NO. 1 TO THE LEASE AGREEMENT BETWEEN THE CITY OF ATLANTA AND PAN AMERICAN LOGISTICS LLC TO EXTEND AND AMEND THE TERMS UNDER THE LEASE FOR THE PERISHABLES COMPLEX LOCATED AT THE HARTSFIELD-JACKSON ATLANTA INTERNATIONAL AIRPORT; AND FOR OTHER PURPOSES.

Council Meeting Date: 10/20/14

Legislation Title: Pan American Logistics

Requesting Dept.: Aviation

Contract Type: Lease Agreement

Source Selection: N/A

Bids/Proposals Due: N/A

Invitations Issued: N/A

**Number of Bids/
Proposals Received:** N/A

Background:

Authority for the Mayor to execute an Amendment to a Lease Agreement (“Lease”) between the City of Atlanta (“City”) and Pan American Logistics LLC (“PAL”) for the operation of the Atlanta Perishables Complex located at Hartsfield-Jackson Atlanta international Airport (“Airport”).

The Lease between the City and PAL for the Perishables Complex will expire on October 31, 2014. The Airport desires to extend the Lease for a period not to exceed June 30, 2016 and to make certain amendments to the Lease Agreement to facilitate continued operations of the Atlanta Perishables Complex (“Perishables Facility”) through the termination date.

The proposed Amendment to the Lease contains the following provisions:

- 1) A reduction in leasehold to only the Perishables building and truck/customer parking areas. The Airport would recover the Equine Center and aircraft parking positions and would immediately pursue opportunities to generate revenue from these positions.

- 2) Reduction in rent commensurate with the reduction in the leasehold.
- 3) Extension of the lease term through June 30, 2016.
- 4) Update of certain Lease Terms such as Insurance, Indemnity etc. to current statutes and terms/conditions.

The Airport supports such an extension in conjunction with adjustments to the original lease to improve the business arrangement in place between PAL and the City and to ensure continuous Perishables Facility operations through the extended term.

Source of Funds: N/A

Fiscal Impact: N/A

Term of Contract: Through June 30, 2016

Method of Cost Recovery: Land Rental and Cost Recovery

Approvals:

DOF: N/A

DOL: Yes

Prepared By: Anita Williams

Contact Number: 404-382-2313