



City of San Antonio

Agenda Memorandum

File Number:

Agenda Item Number: 18

Agenda Date: June 6, 2024

In Control: City Council A Session

DEPARTMENT: Aviation Department

DEPARTMENT HEAD: Jesus H. Saenz Jr.

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

Lease Agreement with Falcon Inspection, LLC at the Stinson Municipal Airport

SUMMARY:

This ordinance approves a lease agreement with Falcon Inspection, LLC for Building 660B and ground space located at 1130 99th Street at the Stinson Municipal Airport for a term of two years, which will commence upon City Council approval with the option to extend for additional three, one-year terms. The lease agreement will generate an annual rent of \$39,485.82 which will be deposited into the Airport Operating and Maintenance Fund.

BACKGROUND INFORMATION:

Falcon Inspection, LLC has been a tenant at the Stinson Municipal Airport since 2018. The firm provides oil and gas pipeline leak detection services to pipeline companies nationwide to ensure reliability, safety and regulatory compliance. The leasehold at 1130 99th Street is used for aviation-related activities to promote its aerial gas leak detection services such as aircraft storage and maintenance.

The leasehold includes 60,478 square feet of ground space and Building 660B. The initial term of

the agreement is for two years with the option to extend for an additional three, one -year terms.

ISSUE:

This ordinance approves a lease agreement with Falcon Inspection, LLC for Building 660B and ground space located at 1130 99th Street at the Stinson Municipal Airport for a term of two years with the option to extend for three additional one-year terms. The lease agreement will generate an annual rent of \$39,485.82 which will be deposited into the Airport Operating Maintenance Fund.

ALTERNATIVES:

If City Council does not approve this agreement Falcon Inspection, LLC would have to find a new location and the Stinson Municipal Airport would lose a tenant and the revenue it generates.

FISCAL IMPACT:

This ordinance approves a lease agreement with Falcon Inspection, LLC for Building 660B and ground space located at 1130 99th Street at the Stinson Municipal Airport for a term of two years, which will commence upon City Council approval with the option to extend for an additional three, one-year terms. The lease agreement will generate an annual rent of \$39,485.82 which will be deposited into the Airport Operating and Maintenance Fund.

RECOMMENDATION:

Staff recommends the approval of a lease agreement with Falcon Inspection, LLC at the Stinson Municipal Airport.