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(ITEM) From the Director, Department of Transportation, and the Interim Airport Director requesting authorization to renew Airport Agreement No. HP-695 between Milwaukee County and Mondelēz Global, LLC, to establish four (4) renewal periods of three (3) years each effective July 1, 2015, by recommending adoption of the following:

A RESOLUTION

WHEREAS, on July 14, 1980, Milwaukee County entered into Airport Agreement No. HP-695 with Tennessee Gas Pipeline Company for the lease of land on which to construct an aircraft hangar at General Mitchell International Airport (GMIA); and

WHEREAS, Airport Agreement No. HP-695 has since been assigned to Mondelēz Global, LLC; and

WHEREAS, the initial term of the agreement was for thirty (30) years beginning July 1, 1980, and ending June 30, 2010, with an option to renew for three (3) additional terms of five (5) years each establishing the final termination date of June 30, 2025; and

WHEREAS, Mondelēz Global, LLC, is now requesting to adjust the renewal options of the agreement due to changes in the procurement policies of Mondelēz Global, LLC; and

WHEREAS, effective July 1, 2015, Mondelēz Global, LLC, is requesting the option to renew for only three (3) years instead of the initial agreement of five (5) years; and

WHEREAS, additionally, Mondelēz Global, LLC, is then requesting three (3) additional options of three (3) years each establishing a final termination date of June 30, 2027; and

WHEREAS, Airport staff recommends that the Director, Department of Transportation, and County Clerk be authorized to amend Airport Agreement No. HP-695 to establish four (4) renewal periods of three (3) years each effective July 1, 2015, inclusive of the following:

Since the lease is being modified, the current rental rate for the 281,832 square feet of land on which the hangar is located shall be adjusted from the agreed upon rate of 26.63¢ per square foot per annum (\$75,052) to 33.64¢ per square foot per annum (\$94,808). This is the current fair market rental rate associated with unimproved land used for private purposes. Each future renewal period beginning July 1, 2015, the agreement will be subject to rental rate adjustment based upon the Consumer Price Index (All Urban Consumers) for the Milwaukee area, which is

44 computed by comparing the then-current January index with the index of the
45 preceding January.

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47 ; now, therefore,

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49 BE IT RESOLVED, that the Director, Department of Transportation, and the County
50 Clerk are hereby authorized to approve the amendment to Airport Agreement No. HP-695
51 to establish four (4) renewal periods of three (3) years each effective July 1, 2015.

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