COUNTY OF MILWAUKEE INTEROFFICE COMMUNICATION

DATE:

February 3, 2012

TO:

Lee Holloway, Chairman, Milwaukee County Board of Supervisors

Michael Mayo Sr., Chairman, Transportation, Public Works & Transit Committee

FROM:

Frank Busalacchi, Director, Department of Transportation

SUBJECT:

AMENDMENT TO CARGO LEASE AGREEMENT BETWEEN MILWAUKEE

COUNTY AND FEDERAL EXPRESS CORPORATION

POLICY

Amendments to cargo lease agreements require County Board approval.

BACKGROUND

Federal Express Corporation (Federal Express) entered into an agreement (Airport Agreement No. CR-1984) for the signatory cargo rental of 187,828 square feet of air cargo apron effective November 1, 2009.

Federal Express added an additional 29,570 square feet in order to provide sufficient parking space for a Boeing 727 aircraft under Amendment No. 1 (CR-1984a) and further added 9,000 square feet under Amendment No. 3 (CR-1984c). Federal Express is now requesting an additional 4,320 square feet in order to accommodate larger aircraft for a total rented square footage of 230,718 square feet.

RECOMMENDATIONS

In order to effectuate an amendment for the request by Federal Express for additional air cargo apron space, Airport staff recommends that Milwaukee County amend Airport Agreement No. CR-1984 between Milwaukee County and Federal Express Corporation effective March 1, 2012 to add approximately 4,320 square feet for a total of 230,718 square feet of air cargo apron space.

FISCAL NOTE

Airport revenues will increase by approximately \$10,663.65 with the allocation of additional rent to Federal Express Corporation.

Prepared by: Steven A. Wright, A.A.E., Airport Properties Manager

Approved by:

Frank Busalacchi, Director Department of Transportation C. Barry Bareman
Airport Director

H:\Private\Clerk Typist\Aa01\TPW&T 12\02- Feb 2012\REPORT - FedEx Amendment 4.doc