

MINUTES OF THE MEETING
OF
KINGMAN AIRPORT AUTHORITY, INC.
INDUSTRIAL PARK COMMITTEE
August 12, 2009

A regular meeting of the Kingman Airport Authority, Inc. Industrial Park Committee was held on August 12, 2009 commencing at 4:00 P.M. in the Kingman Airport Authority Conference Room, 7000 Flightline Drive, Kingman, Arizona, pursuant to duly mailed and posted notice.

MEMBERS PRESENT WERE: Mike Blair; Ron Bitney; Tom Bridges; Mike Dom; Jerry Hawkins; Jean Liss; Bruce Mitchell; Mike Schoeff, Mike Taylor

MEMBERS ABSENT WERE: Seth Dyson; Tom Peacock

STAFF PRESENT WERE: Dave French; Del Plumley; Bob Riley

The Chairman Bruce Mitchell called the meeting to order.

On **motion** by Mike Blair, **seconded** by Jean Liss, the members waived the need for executive session pursuant with A.R.S. §38-431.03(A)(3); (A)(4) and (A)(7).

On **motion** by Jean Liss, **seconded** by Mike Blair; the Industrial Park Committee approved the minutes of the July 8, 2009 meeting as presented.

DISCUSSION AND RECOMMENDATION: Request to Amend Lease with Mohave County for the Honor Farm to Allow a Drug Treatment Center

On **motion** by Mike Blair, **seconded** by Jean Liss, the item was tabled until the September meeting.

DISCUSSION AND RECOMMENDATION: Request to Extend Term of Lease with UPS

Bob Riley stated that UPS has exercised the final option on the lease for the property at 4745 Finance Way and that they are requesting to extend the term for an additional five years commencing on January 1, 2015 ending on December 31, 2019. He added that the conditions of the lease will remain the same and that the rent will be adjusted by 3% annually during the extension.

In response to a question by Ron Bitney, Bob Riley stated that the 3% annual increases in rent should correspond to the increase in value of the land over the term extension.

In response to a question by Mile Taylor, Dave French stated that the Authority should not delay action on the proposed request as a result of considerations of the lease for the Honor Farm site

nearby.

On **motion** by Jean Liss, **seconded** by Mike Blair, the Industrial Park Committee recommended the Board of Directors approve an additional 5 year option to extend and renew the term of the existing lease with UPS lease for property at 4745 Finance Way until December 31, 2019, maintaining the current terms and conditions and increasing the rent annually by 3% during the extension period.

Bob Riley stated that prospect activity is picking up slightly and that he anticipates an application for consideration at the September meeting as a result of a client visit last week

There being no further business or discussion, the meeting was adjourned at 4:10 PM.

Signed: /s/ Bruce Mitchell, Chairperson

Attest: /s/ Mike Schoeff

*“To promote the Airfield and Industrial Park with
fiscally responsible management and to provide a
diverse economic base for the Greater Kingman Area”*