

ORDINANCE NO. 2014-08-___

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS ESTABLISHING VARIABLE LAND LEASE RATES AT MCKINNEY NATIONAL AIRPORT

WHEREAS, the City Council of the City of McKinney, Texas desires to continue leasing dedicated airport land to private entities to develop facilities such as aircraft storage hangars, office buildings and infrastructure for aeronautical use; and,

WHEREAS, the land lease rate for all tracts at McKinney National Airport (TKI) is currently \$0.30 per square-foot, per year and has not been adjusted since June 20, 2006 (8 years); and,

WHEREAS, the City Council of the City of McKinney, Texas should establish variable rates comparable to competing airports in the Dallas Region in order to institute and maintain its value and retain financial self-sufficiency; and,

WHEREAS, rates should be established with consideration for the type of aeronautical service or activity provided, lessee's financial investment, length of term, and airfield location in order to be fair and equitable; and,

WHEREAS, airport land lease rates should be reviewed for adjustment upon the occurrence of a significant airport development event, but not less than every three years from the date of this Ordinance;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, THAT:

Section 1. The City Council of the City of McKinney, Texas hereby rescinds the \$0.30 per square-foot per year airport land lease rate.

Section 2. The City Council of the City of McKinney, Texas hereby establishes a variable land lease rate between \$0.45 per square-foot per year and \$0.65 per square-foot per year allowing the Interim City Manager or his designee optimum flexibility to price and negotiate accordingly.

Section 3. This Ordinance shall become effective from and after the date of its final passage and publication as provided by law, and it is accordingly so ordained.

DULY PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS ON THE 4TH DAY OF AUGUST, 2014.

CITY OF MCKINNEY, TEXAS

BRIAN LOUGHMILLER
Mayor

CORRECTLY ENROLLED:

SANDY HART, TRMC, MMC
City Secretary
DENISE VICE
Assistant City Secretary

DATE: _____

APPROVED AS TO FORM:

MARK S. HOUSER
City Attorney