

Mayor and Council Communication

DATE: 01/28/25

M&C FILE NUMBER: M&C 25-0097

LOG NAME: 21PARAMOUNT FIRST GROUND LEASE AMENDMENT

SUBJECT

(CD 10) Authorize Execution of a First Amendment to the Ground Lease with Paramount Aerospace Systems USA, Incorporated to Extend the Lease Term for an Additional Five (5) Years and to Revise the Rental Rate for the Leased Premises Used as a Jet Engine Test Facility Located 2000 Eagle Parkway, Fort Worth, Texas 76177 at the Alliance Fort Worth Maintenance Base

RECOMMENDATION:

It is recommended that the City Council authorize the execution of a first amendment to the Ground Lease with Paramount Aerospace Systems USA, Incorporated to extend the Ground Lease term for an additional five (5) years and to revise the rental rate for the leased premises used as a jet engine test facility located 2000 Eagle Parkway, Fort Worth, Texas 76177 at the Alliance Fort Worth Maintenance Base.

DISCUSSION:

On June 15, 2022, the City of Fort Worth (City) entered into a Ground Lease with Paramount Aerospace Systems USA, Incorporated (Paramount) (City Secretary Contract No. 57714) to lease approximately 13,500 square feet of space at the Fort Worth Alliance Maintenance Facility located at 2000 Eagle Parkway, Fort Worth, Texas 76177 (the Lease). Under Mayor and Council Communication 19-0348, City agreed to enter into the Lease and for the Lease to be coterminous with a separate facility lease agreement that was executed by the City and Paramount on December 23, 2019.

The Lease expiration date is December 22, 2024 and City Property Management Department and Paramount have agreed to amend the Lease to extend the term for an additional five (5) years and to revise the rental rate, based upon 13,500 square feet, as follows:

Term	Rent Rate	Monthly	Annually
Month 1 through Month 60	\$0.65/SF	\$731.25	\$8,775.00

This property is located in Council District 10.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that upon approval of the above recommendation and execution of this first amendment to the lease agreement, funds will be deposited into the Alliance Maintenance Facility Fund. The Property Management Department (and Financial Management Services) is responsible for the collection and deposit of funds due to the City.

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