

Agenda Report



MEETING DATE: Tuesday, July 9, 2024

TO: City Council

FROM: AIRPORT DIRECTOR WILLIAMS
ADMINISTRATIVE ANALYST AGUADO

SUBJECT: APPROVAL OF A THREE-YEAR LEASE TO JOBY AVIATION
COLLEGE, INC. FOR PROPERTY LOCATED AT 170 AVIATION WAY

RECOMMENDED ACTION:

It is recommended the City Council approve a three (3) year aeronautical commercial lease for Airport property at 170 Aviation Way. Effective date is July 15, 2024, ending July 14, 2027.

BACKGROUND:

Joby Aviation College, Incorporated, is a subsidiary of Joby Aviation, a venture-backed aviation company, developing an electric vertical takeoff and landing (eVTOL) aircraft that it intends to operate as an air taxi service. Joby Aviation is headquartered in Santa Cruz, California, and has offices in San Carlos and Marina, California; and Munich, Germany. Joby Aviation College Incorporated is a Public Benefit Corporation whose mission is to remove barriers and increase access to aviation education and careers.

DISCUSSION:

Staff has negotiated terms for a monthly lease payment of Five Thousand Four Hundred Sixteen Dollars and Zero Cents (\$5,416.00), approximately \$0.75 per square foot per month for 6,709 square feet of office, hangar, and storage space; approximately \$0.10 per square foot per month for 3,840 square feet of dedicated ramp space. As is standard airport leasehold practice the rent will adjust in July of each year in accordance with the consumer price index.

STRATEGIC PLAN:

2-Infrastructure & Environment

FINANCIAL IMPACT:

The Airport Enterprise Fund receives revenue during the lease term. There will be on-going positive financial impacts as part of the airport's economic goals and objectives.

ALTERNATIVE ACTION:

Alternatives include not approving the lease which would result in property vacancy.

ATTACHMENTS AND/OR REFERENCES (If any):

None.