



# Newnan-Coweta County Airport Authority

Regular Meeting Session

~ Agenda ~

115 Airport Road  
Newnan, GA 30263  
[www.coweta.ga.us](http://www.coweta.ga.us)

Fran Collins  
770.254.2601

Friday, March 15, 2024

9:00 AM

Commission Chambers

## Call to Order

Attendee Name	Present	Absent	Late	Arrived
Chairman Joe Rutkiewicz	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Vice-Chairman Hank Moody	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Secretary Lee Moody	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Authority Member Edward Davidson	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Authority Member James Amey	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

Meeting Called to Order

Notification of Location of Rules

## REGULAR SESSION

### APPROVAL OF THE MINUTES

1. Friday, February 16, 2024

### SUPPLEMENTAL AGENDA

### PUBLIC COMMENTS-ITEMS ON THE AGENDA

### NEW BUSINESS

2. Request Approval to Amend Section 5.5 of the Standard New Construction Lease Agreement
3. Request Approval/Execution of a New Construction Lease Agreement with LH Construction Group, Inc Associated with Property Located off West Aviation Way
4. Request Approval/Execution of a New Construction Lease Agreement with Newnan Airport Hangar Association Southwest, LLC Associated with Property Located off West Aviation Way

### UPDATES FOR THE AUTHORITY

5. Update from the Airport Manager
6. Update from the Airport Sponsor
7. Update from the Airport Engineer

**SUPPLEMENTAL ITEMS**

**PUBLIC COMMENTS-ITEMS NOT ON THE AGENDA**

**EXECUTIVE SESSION - In accordance with O.C.G.A. 50-14-4**

**REGULAR SESSION**

**AFFIDAVIT**

**ADJOURNMENT**

**As set forth in the Americans with Disabilities Act of 1992, the Coweta County government does not discriminate on the basis of disability and will assist citizens with special needs given proper notice (48 hours). For more information, please contact ADA Coordinator Chuck Lee at 770.254.2608.**



## Airport Authority

**To:** Newnan-Coweta County Airport Authority

**From:** Calvin Walker, Airport Manager

**Date:** 3/8/2024

**RE:** Proposed Amendment to the Standard New Construction Lease Agreement

**Issue:** Proposed Amendment to the Standard New Construction Lease Agreement

**Discussion:** Because of extensive construction currently occurring at the Airport, the following language is being proposed to help manage the wear and tear on Airport and County roads as well as to limit the presence of foreign object debris (FOD) that are hazardous to aircraft. The following verbiage is proposed to be added after Section 5.5 in the Standard New Construction Lease Agreement for the Airport, as Subsection 5.5.1:

"5.5.1 Lessee shall be responsible for contacting Authority prior to beginning construction for purposes of documenting the pre-construction condition of the road. Authority and Lessee, or Lessee's designee, shall meet to photograph the road. Copies of all photographs shall be provided to Lessee. Said photographs shall be evidence of the pre-construction condition of the road for which Lessee shall be responsible for restoring the road. If Lessee fails to contact the Authority prior to beginning construction for purposes of documenting the road condition, then the Authority shall have the sole discretion in determining the pre-existing condition of the road for purposes of Lessee's restoration obligation, provided such discretion is reasonable. Lessee shall be responsible for the daily clean-up of debris that may be on the access route."

Additionally, minor grammatical edits are being made to Section 1.1 under "TERM" to clarify the language regarding renewal options, "with two (2) five (5) year options..." and Section 4.1.1 to clarify the formula for CPI Increase.

### FINANCIAL IMPACT:

N/A

**Recommendation:** Staff recommends that the Authority approve an amendment to the Airport's Standard New Construction Lease Agreement.

(NEW CONSTRUCTION) LEASE AGREEMENT  
WITH  
NEWNAN-COWETA COUNTY  
AIRPORT AUTHORITY  
AND  
[REDACTED]

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Attachment: 2024. Proposed Land Lease Template (Revision - March 2024) (14385 : Amendment to the Standard New Construction Lease

**COUNTY OF COWETA  
STATE OF GEORGIA**

**LEASE AGREEMENT**

THIS AGREEMENT made and entered into by and among the NEWNAN COWETA COUNTY AIRPORT AUTHORITY (the "Authority"), a body corporate and politic and a political subdivision and public corporation of the State of Georgia, and [REDACTED], organized and existing under the laws of the State of Georgia, hereinafter referred to as "Lessee",

**WITNESSETH:**

**WHEREAS**, the Newnan Coweta County Airport Authority is the owner of the premises known as Newnan Coweta County Airport (the "Airport"); and

**WHEREAS**, the Authority and Lessee are mutually desirous of entering into a Lease for the use and occupancy of certain areas at the Airport;

**NOW, THEREFORE**, for and in consideration of the respective promises and mutual agreements made by the parties hereto hereinafter set forth, the Authority hereby grants to the Lessee the right to use and occupy the ground area at the Airport shown on Exhibit A together with all buildings, structures, improvements, additions and permanent installations constructed and installed therein or thereon (hereinafter called the "Leased Premises") during the term of this Agreement upon the following terms and conditions and it is hereby mutually agreed as follows:

### SECTION 1 - TERM

- 1.1 The term of this lease shall be for a Thirty (30) year period, two (2) five (5) year options commencing on the 1st day of [REDACTED], 20[REDACTED], and expiring on the 30th day of [REDACTED], 20[REDACTED], unless sooner terminated or renewed in accordance with the provisions hereof.
- 1.2 Lessee shall have the right to renew this Lease for an additional period commencing upon the expiration of the original 30-year term by the giving of ninety (90) days written notice to the Lessor, and provided that any such renewal shall be upon the then prevailing terms and conditions as the then current leases at the Airport or unless otherwise agreed upon between the Authority and Lessee.

### SECTION 2 -LEASED PREMISES

- 2.1 The Leased Premises shown on Exhibit A, attached hereto and made a part hereof consist of:
- 2.1.1 **Unimproved/Improved** land area consisting of approximately [REDACTED] square feet,

### SECTION 3 - USE OF LEASED PREMISES

- 3.1 The Lessee or Lessee's tenants, sub-lessees or assigns shall continuously occupy and use the Leased Premises for the following purposes and for no other purpose whatsoever: [REDACTED]
- 3.1.1 Aircraft storage and necessary accessory usage;
- 3.1.2 Any other purpose authorized in by the Newnan Coweta County Airport Authority.

### SECTION 4 - RENTS AND FEES

- 4.1 For Use and Occupancy of the Leased Premises herein granted, the Lessee agrees to pay to the Authority during the period commencing [REDACTED] 1, 20[REDACTED], and ending [REDACTED] 30, 20[REDACTED], a monthly rent of \$[REDACTED].
- 4.1.1 Effective on [REDACTED] 1, 20[REDACTED], and on [REDACTED] 1, of each third year of the remaining term, the monthly rental payable hereunder shall be adjusted by multiplying the monthly rental set forth in Section 4.1 above by a fraction, the numerator of which shall be the monthly CPI (as hereinafter defined) published for the month most recently preceding said [REDACTED] (month) [REDACTED] date, and the denominator of which shall be the monthly CPI published for [REDACTED] (month) [REDACTED] 20[REDACTED], hereinafter referred to as Lessee's base month. In no event shall the rental payable under this Section 4.1.1 be less than the amount set forth in Section 4.1 above.
- 4.2 The term CPI as used herein shall mean the Consumer Price Index for all Urban Consumers, All Items, U.S. City Average, as most currently published by the Bureau of Labor Statistics of the United States Department for Labor.
- 4.3 The monthly rent shall be paid on the first day of each month in advance at the office of the Airport Director or at such other office as may be directed in writing by the Authority.
- 4.4 Nothing contained in the foregoing shall effect the survival of the obligations of the Lessees as set forth in the Sections of this Agreement covering the survival of the Lessee's obligations.
- 4.5.1 Lessee acknowledges that late payment by Lessee to Authority of any Agreement fees will cause Authority to incur costs not contemplated by this Agreement, the exact amount of such costs being extremely difficult and impracticable to fix. Such costs include, without limitation, processing, accounting, and interest charges. Therefore, if any installment of Agreement fees due from Lessee is not received by the tenth day after the due date, Lessee shall pay to Authority an additional sum of \$25.00 as an administrative

processing charge. The parties agree that this late charge represents a fair and reasonable estimate of the costs that Authority will incur by reason of late payment by Lessee. Acceptance of any late charge shall not constitute a waiver of Lessee's default with respect to the overdue amount, or prevent Authority from exercising any of the other rights and remedies available to Authority. Agreement fees not paid when due shall bear simple interest from date due until paid at the rate of one and one-half percent (1 ½%) per month.

## **SECTION 5 - ACCEPTANCE, CARE, MAINTENANCE, IMPROVEMENTS, AND REPAIR**

- 5.1 Lessee warrants that it has inspected the Leased Premises and accepts possession of the Leased Premises and the improvements thereon "as is" in its present condition, and subject to all limitations imposed upon the use thereof by the rules and regulations of the Federal Aviation Administration, the State of Georgia Department of Transportation, and by ordinances of the Authority, and admits its suitability and sufficiency for the uses permitted hereunder. Except as may otherwise be provided for herein, the Authority shall not be required to maintain nor to make any improvements, repairs restorations upon or to the Leased Premises or to any of the improvements presently located thereon.
- 5.2 Lessee shall throughout the term of this Agreement assume the entire responsibility, cost and expense, for all repair and maintenance whatsoever on the Leased Premises and all improvements thereon in a good workmanlike manner, whether such repair or maintenance be ordinary or extraordinary, structural, or otherwise. Additionally, Lessee, without limiting the generality hereof, shall:
- 5.2.1 keep at all times, in a clean and orderly condition and appearance, the Leased Premises, all improvements thereon and all of the Lessee's fixtures, equipment and personal property which are located on any part of the Leased Premises;
- 5.2.2 provide and maintain on the Leased Premises all obstruction lights and similar devices, and safety equipment required by law;
- 5.2.3 repair any damage caused by Lessee or its invitees, tenants, or contractors to paving, soils, water or other parts of the Leased Premises caused by any oil, gasoline, grease, lubricants, solvents, flammable liquids, or substances having a corrosive or detrimental effect thereon, and to remediate any release caused by Lessee or any of its invitees, tenants or contractors of any substance that has a harmful effect on human health or the environment as determined by any regulatory agency;
- 5.2.4 take measures to prevent erosion, including but not limited to, the planting and replanting of grasses with respect to all portions of the Leased Premises not paved or built upon, and in particular shall plant, maintain, and replant any landscaped areas;
- 5.2.5 be responsible for the maintenance and repair of all utility service lines placed on the Leased Premises and used by Lessee exclusively, including, but not limited to, water lines, gas lines, electrical power and telephone conduits and lines, sanitary sewers, and storm sewers.
- 5.3 In the event Lessee fails: (a) to commence to maintain, clean, repair, replace, rebuild or repaint, within a period of thirty (30) days after written notice from the Authority to do any maintenance or repair work required to be done under the provisions of this Agreement, other than preventive maintenance, (b) or within a period of ninety (90) days if the said notice specifies that the work to be accomplished by the Lessee involves preventive maintenance only; (c) or to diligently continue to completion any repairs, replacement, rebuilding, painting or repainting as required under this Agreement; then, the Authority may, at its option, and in addition to any other remedies which may be available to it, enter the premises involved, without such entering causing or constituting a cancellation of this Agreement or an interference with the possession of the Leased Premises, and repair, replace, rebuild or paint all or any part of the Leased Premises or the improvements thereon, and do all things reasonably necessary to accomplish the work required, and the cost and expense thereof shall be payable to the Authority by Lessee on demand. Provided, however, if in the opinion of the Authority, the Lessee's failure to perform any such maintenance endangers the safety of the public, the employees or property of the Authority or other tenants at the



Airport, and the Authority so states same in its notice to Lessee, the Authority may, at its sole option, in addition to all other remedies which may be available to it, elect to perform such maintenance at any time after the giving of such notice, and Lessee agrees to pay to the Authority the cost and expense of such performance on demand. Furthermore, should the Authority, its officers, employees, or agents undertake any work hereunder, Lessee hereby waives any claim for damages, consequential or otherwise, as a result thereof except for claims for damages arising from the Authority's sole gross negligence. The foregoing shall in no way affect or alter the primary obligations of the Lessee as set forth in this Agreement, and shall not impose or be construed to impose upon the Authority any obligations to maintain the Leased Premises, unless specifically stated otherwise herein.

- 5.4 Plans and specifications for all major repairs, constructions, alterations, modifications, additions or replacements (hereinafter referred to as "improvements"), including, without limitation the new facility to be constructed by the Lessee pursuant to Section 5.5 below, undertaken by the Lessee shall be submitted to and receive the written approval of the Authority, and no such work shall be commenced until such written approvals are obtained from the Authority, which approval shall not be unreasonably withheld or delayed. Authority shall advise Lessee within thirty (30) days after receipt of the written request, together with copies of the plans and specifications for the proposed improvements in sufficient detail to make a proper review thereof, of its approval or disapproval of the proposed work, and in the event it disapproves, stating its reasons therefor.
- 5.5 Lessee shall construct a new hangar facility and site improvements at the Leased Premises in accordance with the Lessee's 2023 proposal, identified in Exhibit C attached hereto and made a part hereof, as modified, supplemented, or amended pursuant to the Airport alteration application review process. On or before three (3) months from the effective date of this Agreement, Lessee shall submit plans and specifications to the Authority for the Authority's review and appeal. The Authority shall issue its' approval within thirty (30) days of submission, which approval shall not be unreasonably withheld. Lessee shall complete construction of the first hangar facility within eighteen (18) months of the Authority's approval thereof, weather permitting.
- 5.5.1 Existing roads used as part of the access route shall be restored to their pre-construction condition after completion of the project. Contractor shall be responsible for adequate documentation of the existing condition. The contractor shall be responsible for the daily clean-up of debris that may be on the access route.
- 5.6 If Lessee makes any improvements without Authority approval, then, upon notice to do so, Lessee shall remove the same or at the option of Authority cause the same to be changed to the satisfaction of Authority. If Lessee fails to comply with such notice within thirty (30) days or to commence to comply and pursue diligently to completion, Authority may effect the removal or change and Lessee shall pay the cost thereof to the Authority. Lessee expressly agrees in the making of all improvements that, except with the written consent of Authority, it will neither give nor grant, nor purport to give or grant any lien upon the Leased Premises or upon any improvements thereupon or which is in the process of construction or repair, nor allow any condition to exist or situation to develop whereby any party would be entitled, as a matter of law, to a lien against said Leased Premises and improvements thereon, and Lessee will discharge any such lien within thirty (30) days after notice of filing thereof. Notice is hereby given by Authority to all persons that no lien attaches to any such improvements.
- 5.7 Notwithstanding any other provisions or terms of the Lease, Lessee acknowledges that the Airport is subject to federal storm water regulations, 40 CFR. Part 122, for "motor vehicle or automobile maintenance shops" (including vehicle rehabilitation, mechanical repairs, painting, fueling, and lubrication), equipment cleaning operations and/or deicing operations that occur at the Airport as defined in these regulations and, if applicable, state storm water regulations. Lessee further acknowledges that it is familiar with these storm water regulations; that it does not conduct or operate "motor vehicle or automobile maintenance" (including vehicle rehabilitation, mechanical repairs, painting, fueling and lubrication), equipment cleaning operations and/or deicing activities as defined in the federal storm water regulations; and that it is aware that there are significant penalties for submitting false information, including fines and imprisonment for knowing violations. This paragraph does not preclude Lessee performing minor aircraft maintenance and repair.

- 5.7.1 Notwithstanding any other provisions or terms of the Lease, Authority acknowledges that it has taken steps necessary to apply for or obtain a storm water discharge permit as required by the applicable regulations for the Airport, including the Leased Premises operated by the Lessee. Lessee acknowledges that the storm water discharge permit issued to the Authority may name the Lessee as co-permittee.
- 5.7.2 Notwithstanding any other provisions or terms of this Lease, including the Lessee's right to quiet enjoyment, Authority and Lessee both acknowledge that close cooperation is necessary to ensure compliance with any storm water discharge permit terms and conditions, as well as to ensure safety and to minimize costs. Lessee acknowledges that, as discussed more fully below, it may have to undertake to minimize the exposure of storm water (and snow melt) to "significant materials" generated, stored, handled, or otherwise used by the Lessee, as defined in the federal storm water regulations, by implementing and maintaining "Best Management Practices."
- 5.7.3 Lessee acknowledges that the Airport's storm water discharge permit is incorporated by reference into this Lease and any subsequent renewals.
- 5.8 Permit Compliance. Authority will provide Lessee with written notice of those storm water discharge permit requirements, that are in the Airport's storm water permit, that Lessee will be obligated to perform from time to time, including, but not limited to: Certification of non-storm water pollution prevention of similar plans; implementation of "good housekeeping" measures or Best Management Practices; and maintenance of necessary records. Such written notice shall include applicable deadlines. Lessee, within seven (7) days of receipt of such written notice shall notify Authority in writing if it disputes any of the storm water discharge permit requirements it is being directed to undertake. If Lessee does not provide such timely notice, it is deemed to assent to undertake such requirements. If Lessee provides Authority with timely written notice that disputes such storm water discharge permit requirements, Authority and Lessee agree to negotiate a prompt resolutions of their differences. Lessee warrants that it will not object to written notice from the Authority for purposes of delay or avoiding compliance.
- 5.8.1 Lessee agrees to undertake, at its sole expense unless otherwise agreed to in writing between Authority and Lessee, those storm water discharge permit requirements for which it has received written notice from the Authority. Lessee warrants that it shall meet any and all deadlines that may be imposed on or agreed to by Authority and Lessee. Lessee acknowledges that time is of the essence.
- 5.8.2 Authority agrees to provide Lessee, at its request, with any non-privileged information collected and submitted to any governmental entity(ies) pursuant to applicable storm water regulations.
- 5.8.3 Lessee agrees that the terms and conditions of the Airport's storm water discharge permit may change from time to time and hereby appoints Authority as its agent to negotiate with the appropriate governmental entity(ies) any such permit modifications.
- 5.8.4 Authority will give Lessee written notice of any breach by Lessee of the Airport's storm water discharge permit or the provisions of this section. Such a breach is material, and if of a continuing nature, Airport may seek to terminate this Lease pursuant to Section 19, Termination by Authority. Lessee agrees to cure promptly any breach.
- 5.8.5 Lessee agrees to participate in any Airport-organized task force or other work group established to coordinate storm water activities at the Airport.
- 5.9 The Lessee shall be solely responsible for the proper management, storage, and disposal of hazardous substances and hazardous wastes used, generated, stored, disposed, treated, or caused to be present on the leased premises by the activates of the Lessee. Notwithstanding any other provision of the Lease, the Lessee shall not treat or dispose of hazardous wastes on the Authority's premises. The Lessee shall provide all required notices, including those mandated under right-to-know laws, of the presence or use on the leased premises of hazardous substances, extremely hazardous substance, or hazardous wastes, shall

provide all notices to appropriate authorities and to Authority of any releases to the environment of hazardous substances, extremely hazardous substances, or hazardous wastes, and shall obtain all permits necessary for the generation, storage, disposal, or treatment of hazardous wastes. The Lessee shall manage used oil and other petroleum products as required by Federal and state law and regulations and the rules and regulations of the Authority. The Lessee shall be solely liable for the investigation, corrective action, or remediation of any release to the environment caused by the Lessee, its invitees, employees, agents, or contractors of any hazardous waste, hazardous substance, extremely hazardous substance, oil, or other petroleum-based substance.

- 5.10 Indemnification. Notwithstanding any other provisions of this Lease, Lessee agrees to indemnify and hold harmless the Authority and other tenants for any and all claims, demands, costs, (including attorneys fees), fees, fines, penalties, charges and demands by and liability directly or indirectly arising from Lessee's actions or omissions, including failure to comply with Lessee's obligations under this Section, applicable regulations, or permits, unless the result of Authority's sole negligence. This indemnification shall survive any termination or non-renewal of this Lease.

#### **SECTION 6 - TITLE TO IMPROVEMENTS AND REPAIRS**

- 6.1 Lessee's improvements erected or constructed upon the Leased Premises shall remain the property of the Lessee during the entire term of the Lease. In the event Lessee's improvements remains erected or constructed upon the Leased Premises upon the expiration or termination of this Lease, then upon expiration or termination of this lease, such improvements shall become the property of the Authority upon expiration or termination of this lease, free and clear of all claims on the part of the Lessee on account of any repair.

#### **SECTION 7 - ADDITIONAL OBLIGATIONS OF LESSEE**

- 7.1 Lessee shall conduct its operations hereunder in an orderly and proper manner, considering the nature of such operation so as not to unreasonably annoy, disturb, endanger or be offensive to others.
- 7.2 Further, Lessee shall take all reasonable measures not to produce on the Airport any disturbance that interferes with the operation by the Authority or the Federal Aviation Administration of air navigational, communication or flight equipment on the Airport.
- 7.3 Lessee shall control the conduct and demeanor of its officers, agents, employees, invitees and, upon objection from Authority concerning the conduct, or demeanor of any such person, Lessee shall immediately take all lawful steps necessary to remove the cause of the objection.
- 7.4 Lessee shall comply with all environmental, health and safety laws and requirements and any other federal, state or municipal laws, ordinances, rules, regulations, and requirements, applicable to the Leased Premises and the improvements thereon and its operations at the Airport hereunder. Lessee agrees to allow Authority access to premises and records to investigate compliance with all applicable laws if there is reason to suspect negligence or willful non-compliance.
- 7.5 Lessee shall comply with all written instructions of the Authority and applicable Federal, state, and local laws, ordinances, and regulations in disposing of trash, garbage, and other refuse; the frequency of removal thereof from the Airport premises shall at all times be subject to the rules, regulations, and approval of Authority. All disposal of trash, garbage, refuse and wastes shall be at the expense of the Lessee.
- 7.6 Lessee shall not commit, nor permit to be done, anything that may result in the commission of a nuisance, waste, or injury on the Leased Premises.

- 7.7 Lessee shall not do, nor permit to be done, anything which may interfere with the effectiveness or accessibility of the drainage system, sewerage system, fire protection system, sprinkler system, alarm system and fire hydrants and hoses, if any, installed or located on the Leased Premises.
- 7.8 Lessee shall take measures to ensure security in compliance with Federal Air Regulations and the Airport Security Plan and the Newnan Coweta Airport Authority rules and regulations.
- 7.9 Lessee shall not do, nor permit to be done, any act or thing upon the Leased Premises, which may constitute a hazardous condition so as to increase the risks attendant upon the operations permitted by the Agreement.
- 7.10 Lessee shall use only a working supply of flammable liquids within any covered or enclosed portion of the Leased Premises. The term "working supply" as used in this Section 7.10 shall mean the amount consumed by Lessee during any normal workday. Any other supplies of such liquids shall be kept and stored in safety containers of a type approved by the Underwriters Laboratories.
- 7.11 Except for services permitted under Section 3 hereof to be performed by Lessee or Lessee's subcontractors, Lessee shall provide prompt written notice to the Authority of any person, firm or corporation performing aircraft maintenance work, flight instruction of any sort, air taxi, aircraft charter or aircraft leasing of any sort on the Leased Premises for commercial purposes without a valid permit from the Authority.
- 7.12 It is the intent of the parties hereto that noise, including but not limited to, noise caused by aircraft engine operation shall be held to a minimum. To this end the Lessee will conduct its operations in such a manner as to keep the noise produced by aircraft engines and component parts thereof or any other noise to a minimum by the use of such methods or devices as are practicable, considering the extent and type of the operations of the Lessee, but in no event less than those devices or procedures that are required by Federal, State or local law. In addition, Lessee shall use its best efforts to minimize prop or jet blast interference to aircraft operating on or to buildings, structures, and roadways, now located on or which in the future may be located on areas adjacent to the Leased Premises.
- 7.13 In connection with the conduct of Lessee's business, the Lessee shall maintain in accordance with generally accepted accounting principles, consistently applied, during the term hereof, Lessee's records and books of account, recording all transactions at, through or in anywise connected with the Airport which records and books of account shall be kept at all times at the Lessee's place of business at the Airport
- 7.14 Lessee shall permit in ordinary business hours during the term hereof and for one year thereafter the examination and audit by the employees or representatives of the Authority such records and books of account. As a result of such examination, Lessor acknowledges it may have access to various procedures, pricing lists, customer lists, marketing plans, financial information, engineering designs and other information that Lessee considers to be highly confidential and proprietary. Lessor agrees that it will not furnish or otherwise make available in any manner, such information without written consent of Lessee.

#### **SECTION 8 - INGRESS AND EGRESS**

- 8.1 The Lessee shall have the right of ingress and egress to and from the Leased Premises and the public landing areas at the Airport by means of connecting taxiways, to be used in common with others having rights of passage thereon, except when the Airport is closed to the public.
- 8.2 The use of any such roadway or taxiway shall be subject to the Rules and Regulations of the Airport which are now in effect or which may hereafter be promulgated. Authority may, at any time, temporarily or permanently, close or consent to or request the closing of, any such roadway or taxiway and any other way at, in or near the Leased Premises presently or hereafter used as such, so long as a reasonable means of ingress and egress as provided above remains available to the Lessee. The Lessee hereby releases and discharges the Authority, its officers, employees and agents; and all municipalities and other governmental authorities and their respective successors and assigns, of and from any and all claims, demands, or causes

of action which the Lessee may now or at any time hereafter have against any of the foregoing, arising or alleged to arise out of the closing of any street, roadway or other area, provided that a reasonable means of access to the Leased Premises remains available to the Lessee whether within the Leased Premises or outside the Leased Premises at the Airport unless otherwise mandated by safety considerations or lawful exercise of police power. The Lessee shall not do or permit anything to be done which will interfere with the free access and passage of others to space adjacent to the Leased Premises or in any streets or roadways near the Leased Premises.

### **SECTION 9 - INSURANCE, DAMAGE OR DESTRUCTION**

- 9.1 To safeguard the interest of the Authority, the Lessee at its sole cost and expense shall procure and maintain throughout the term of this lease insurance protection for "all risk" coverage on the structure and improvements of which the Leased Premises is a part, to the extent of one hundred percent (100%) of the actual replacement cost thereof, in insurance companies licensed to do business in the State of Georgia. If said insurance company becomes financially incapable of performing under the terms of said policy, the Lessee shall promptly obtain a new policy issued by a financially responsible carrier and shall submit such new policy as previously provided.
- 9.1.1 The above stated property insurance shall name the Authority as Additional Insured, provide thirty (30) days notice of cancellation or material change, by registered mail, to the Office of the Airport Manager, and have a deductible amount not to exceed one thousand dollars (\$1,000.00) per occurrence.
- 9.1.2 The Lessee shall provide a copy of the above stated property insurance policy to the Office of the Airport Manager, at least seven (7) days prior to the inception of the Lease Agreement. Upon the failure of the Lessee to maintain such insurance as above provided, the Authority, at its option, may take out such insurance and charge the cost thereof to Lessee with the next installment of the monthly fee due hereunder or may declare a default hereunder pursuant to Section 19 herein.
- 9.2 In the event any improvements, insurable or uninsurable, on the Leased Premises are damaged or destroyed (except damage or destruction caused by Lessee as set forth in Section 9.6 hereof) to the extent they are unusable by Lessee for the purposes for which they were used prior to such damage, or same are destroyed, Lessee shall have the option to promptly repair, rebuild, or replace the damaged or destroyed portion of the Leased Premises as they were immediately prior to such casualty, except for requirements of construction codes, which shall be as of the time of repair or replacement, or, to restore the Leased Premises to the condition which existed immediately prior to the beginning of this Agreement. In the event the improvements or fixtures are not rebuilt or restored, then that portion of the premises will revert back to the control of the Authority, and no longer be a part of the entire premises governed under this Lease. Any portion of the premises which reverts back to the Authority in a manner described in this paragraph, must be a commercially viable portion of the premises.
- 9.3 In the event of damage or destruction to any of the improvements upon the Leased Premises, the Authority shall have no obligation to repair or rebuild the improvements or any fixtures, equipment or other personal property installed by Lessee pursuant to this Agreement. Following the expiration of 90 days after written notice to Lessee to commence repair or rebuilding or to restore the Leased Premises to the condition which existed immediately prior to the beginning of this Agreement upon, the failure of Lessee to repair or rebuild or restore, the Authority may, as agent of the Lessee, repair or rebuild such damage or destruction at the expense of Lessee which expense shall be due and payable on demand.
- 9.4 Upon completion of all the work, the Lessee shall certify by a responsible officer or authorized representative that such rebuilding and repairs have been completed, that all costs in connection therewith have been paid by the Lessee and said costs are fair and reasonable and said certification shall also include an itemization of costs. If the insurance proceeds are not sufficient the Lessee agrees to bear and pay the deficiency. Nothing herein contained shall be deemed to release the Lessee from any of its repair, maintenance, or rebuilding obligations under this lease.

- 9.5 In the event the Lessee shall, at its expense, repair and replace any and all fixtures, equipment, and other personal property necessary to properly and adequately continue its airport business on the Airport, in no event shall Lessee be obligated to provide equipment and fixtures in excess of those existing prior to such damage or destruction. During such period of repair or reconstruction, the rentals provided for elsewhere herein shall be proportionately abated during the period from the date of such damage, destruction, or loss until the same is repaired, replaced, restored or rebuilt, provided, Lessee does not use said damaged Leased Premises or the location thereof for any purposes other than the repair or rebuilding of same. Such abatement shall not exceed the actual time required for arranging for and the doing of such work. The proportional amount of reduction of rentals will be determined by the Authority. Lessee agrees that such work will be promptly commenced and prosecuted to completion with due diligence; subject to delays beyond Lessee's control.
- 9.6 In the event the improvements on the Leased Premises are damaged or destroyed by fire or other cause by reason of any act or omission of the Lessee or its employees, this Lease Agreement shall continue in full force and effect, notwithstanding the provisions of Sections 9.2, 9.3, 9.4 and 9.5 hereof, and the Lessee shall have the option to repair or rebuild the improvements so damaged or destroyed, at Lessee's own cost and expense, in a good workmanlike manner to the same standards existing at the time of the casualty, subject to applicable building codes existing at the time of repair or rebuilding, or, Lessee shall restore the Leased Premises to the condition which existed immediately prior to the beginning of this Agreement.

#### **SECTION 10 - LIABILITIES AND INDEMNITIES**

- 10.1 Authority shall not in any way be liable for any cost, liability, damage or injury, including cost of suit and reasonable expenses of legal services, claimed or recovered by any person whomsoever, or occurring on the Leased Premises, or the Airport, or as a result of any operations, works, acts or omissions performed on the Leased Premises, or the Airport, by Lessee, its sublessees or tenants, or their guest, licensees or invitees.
- 10.2 Lessee agrees to defend, indemnify, save and hold harmless, the Authority, its officers, agents, servants and employees of and from any and all costs, liability, penalties, damages and expense (including costs of suit and reasonable expenses of legal services) claimed or recovered, justly or unjustly, false, fraudulent or frivolous, by any person, firm, governmental entity or corporation by reason of injury to, or death of, any person or persons, and damage to, destruction or loss of use of any and all property, including Authority personnel and Authority property, and any claim of violation of any state, Federal or local law or regulation protecting human health or the environment, directly or indirectly arising from or resulting from, any operations, works, acts or omissions of Lessee, its agents, servants, employees, contractors, licensees, invitees, sublessees or tenants. Provided, however, that upon the filing with the Authority by anyone of a claim for damages arising out of incidents for which Lessee herein agrees to indemnify and hold the Authority harmless, the Authority shall notify Lessee of such claim and in the event that Lessee does not settle or compromise such claim, then Lessee shall undertake the legal defense of such claim both on behalf of Lessee and behalf of the Authority. It is specifically agreed, however, that the Authority at its own cost and expense, may participate in the legal defense of any such claim. Any final judgment rendered against the Authority for any cause for which Lessee is liable hereunder shall be conclusive against Lessee as to liability and amount upon the expiration of the time for appeal. This indemnity obligation shall not be construed to require Lessee to indemnify Authority for its own negligence.
- 10.3 In addition to Lessee's undertaking, as stated in this Section, and as a means of further protecting the Authority, its officers, agents, servants and employees, Lessee shall at all times during the term of this Agreement obtain and maintain in effect liability insurance coverage as set forth in Exhibit B attached hereto and made a part hereof. In this connection, Lessee agrees to require its contractors doing work on the Airport, and Lessee's tenants and sublessees, to carry adequate insurance coverage, and if Lessee so desires, it may accomplish same by an endorsement to Lessee's policies to include such persons or parties as additional named insureds.

- 10.3.1 The Authority reserves the right to increase the minimum liability insurance requirements set forth in Exhibit B. Following thirty (30) days written notice from the Authority to Lessee, the Authority may increase the minimum liability insurance requirements when in the Authority's opinion, the risks attendant to Lessee's operations hereunder have increased commensurate with the other risks regulated by the Authority.
- 10.4 The Lessee represents that it is the owner of or fully authorized to use any and all services, processes, machines, articles, marks, names or slogans used by it in its operations under or in anywise connected with this Agreement. The Lessee agrees to defend, indemnify and save and hold the Authority, its officers, employees, agents, and representatives free and harmless of and from any loss, liability, expense, suit or claim for damages in connection with any alleged or actual infringement of any patent, trademark or copyright or arising from any alleged or actual unfair competition or other similar claim arising out of the operations of the Lessee under or in anywise connected with this Agreement.
- 10.5 The Lessee represents and warrants that no broker has been concerned on its behalf in the negotiation of this Agreement and that there is no such broker who is or may be entitled to be paid a commission in connection therewith. The Lessee shall defend, indemnify and save harmless the Authority of and from any claim for commission or brokerage made by any such broker when such claim is based in whole or in part upon any act or omission of the Lessee.

#### **SECTION 11 - RULES AND REGULATIONS**

- 11.1 From time-to-time Authority may adopt and enforce reasonable rules and regulations with respect to the occupancy and use of the Airport. Lessee agrees to observe and obey any and all rules and regulations and all other Federal, State, and municipal rules, regulations, and laws and to require its officers, agents, employees, contractors, and suppliers, to observe and obey the same. Authority reserves the right to deny access to the Airport and its facilities to any person, firm or corporation that fails or refuses to obey and comply with such rules, regulations, or laws. Lessee hereby acknowledges receipt of a current copy of such Authority rules and regulations.

#### **SECTION 12 - SIGNS**

- 12.1 Lessee shall have the right to install and maintain one or more signs on the Leased Premises identifying it and its operations, provided, however, the subject matter, type, design, number, location, and elevation of such signs, and whether lighted or unlighted, shall be subject to and in accordance with the written approval of the Authority. No sign will be approved that may be confusing to aircraft pilots or automobile drivers or other traffic or which fails to conform to the architectural scheme of the Airport or meet the requirements of the Authority.

#### **SECTION 13 - ASSIGNMENT AND SUBLEASE**

- 13.1 Lessee covenants and agrees that it will not sell, convey, transfer, mortgage, pledge or assign this Agreement or any part thereof, or any rights created thereby, without the prior written consent of the Lessor, which consent shall not be unreasonably withheld. Lessee will be allowed one (1) assignment of this Agreement, after which, a new lease will be required. Upon assignment Lessee agrees to pay the Lessor one percent (1%) of sale price.
- 13.2 Any assignment or transfer of this Agreement, or any rights of Lessee hereunder, without the consent of the Authority, shall entitle the Authority at its option to forthwith cancel this Agreement.
- 13.3 Any assignment of this Agreement approved and ratified by the Authority shall be on the condition that the assignee accepts and agrees to all of the terms, conditions, and provisions of this Agreement, and agrees to

accept and discharge all of the covenants and obligations of Lessee hereunder, including but not limited to the payment of all sums due and to become due by Lessee under the terms hereof.

- 13.4 Subject to all of the terms and provisions hereof, Lessee may, with the prior written consent of the Authority, sublet a portion or portions of the Leased Premises to a person or entity that is in the opinion of the Authority compatible with Lessee's authorized airport business, but in no event shall the Lessee sublet any portion of the Leased Premises to a fixed base operator.
- 13.5 No consent by the Authority to subleasing by the Lessee of portions of the Leased Premises shall in any way relieve Lessee of any of its obligations to the Authority set forth or arising from this Agreement and a termination of Lessee's rights hereunder shall ipso facto terminate all subleases.
- 13.6 If the Lessee assigns, sells, conveys, transfers, mortgages, or pledges this Agreement or sublets any portion of the Leased Premises in violation of the foregoing provisions of this Section, or if the Leased Premises is occupied by anyone other than Lessee, Authority may collect from any assignee, tenant, sublessee or anyone who claims a right to this Agreement or who occupies the Leased Premises, any charges or fees payable by it and may apply the net amount collected to the rents herein reserved; and no such collection shall be deemed a waiver by Authority of the agreements contained in this Section nor of acceptance by Authority of any assignee, tenant, claimant or occupant, nor as a release of the Lessee by Authority from the further performance by the Lessee of the agreements contained herein.

#### **SECTION 14 - CONDEMNATION**

- 14.1 In the event that the Leased Premises or any material part thereof shall be condemned and taken by authority of eminent domain for any purpose during the term of this lease, rentals for that portion of the Leased Premises so taken shall be abated from the date that Lessee is dispossessed therefrom; provided, however, if, in the Lessee's judgment, the remaining portion of the Leased Premises is insufficient for Lessee's operations authorized hereunder, Lessee may terminate this Agreement and all of its rights and unaccrued obligations hereunder effective as of the date it is dispossessed of the condemned portion (or effective as of any date thereafter and within ninety (90) days of the date of such dispossession) by giving Authority thirty (30) days written notice of such termination.

#### **SECTION 15 - NON-DISCRIMINATION**

- 15.1 The Lessee, for it, its heirs, personal representatives, successors in interest, and assigns, as a part of the consideration hereof, does hereby covenant and agree as a covenant running with the land that in the event facilities are constructed, maintained, or otherwise operated on the Leased Premises for a purpose for which a United States Government program or activity is extended, the Lessee shall maintain and operate such facilities and services in compliance with all other requirements imposed pursuant to Title 49, Code of Federal Regulations, Department of Transportation, Subtitle A, Office of the Secretary, Part 21, Nondiscrimination in Federally-assisted programs of the Department of Transportation-Effectuation of Title VI of the Civil Rights Act of 1964, and as said Regulations may be amended.
- 15.2 The Lessee, for itself, its personal representatives, successors in interest and assigns, as a part of the consideration hereof, does hereby covenant and agree as a covenant running with the land that (1) no person on the grounds of race, color, or national origin shall be excluded from participation in, denied the benefits of, or be otherwise subjected to discrimination in the use of the Leased Premises; (2) that in the construction of any improvements on, over, or under such land and the furnishing of services thereon, no person on the grounds of race, color, or national origin shall be excluded from participation in, denied the benefits of, or otherwise be subjected to discrimination, and (3) that the Lessee shall use the Leased Premises in compliance with all other requirements imposed by or pursuant to Title 49, Code of Federal Regulations, Department of Transportation, Subtitle A, Office of the Secretary, Part 21, Nondiscrimination



- in Federally-assisted programs of the Department of Transportation Effectuation of Title VI of the Civil Rights Act of 1964, and as said Regulations may be amended.
- 15.3 In this connection, the Authority reserves the right to take whatever action it might be entitled by law to take in order to enforce this provision. This provision is to be considered as a covenant on the part of the Lessee, a breach of which, continuing after notice by Authority to cease and desist, will constitute a material breach of this Agreement and will entitle the Authority, at its option, to exercise its right of termination as provided for herein, or take any action that it deems necessary to enforce compliance herewith.
- 15.4 The Lessee shall include the foregoing provisions in every agreement or concession pursuant to which any person or persons, other than the Lessee, operates any facility at the Leased Premises providing service to the public and shall include thereon a provision granting the Authority, a right to take such action as the United States may direct to enforce such covenant.
- 15.5 The Lessee shall indemnify and hold harmless Authority from any claims and demands of third persons including the United States of America resulting from the Lessee's noncompliance with any of the provisions of this Section and the Lessee shall reimburse Authority for any loss or expense incurred by reason of such noncompliance.

#### **SECTION 16 - GOVERNMENTAL REQUIREMENTS**

- 16.1 The Lessee shall procure all licenses, certificates, permits or other authorization from all governmental authorities, if any, having jurisdiction over the Lessee's operations at the Leased Premises which may be necessary for the Lessee's operations thereat.
- 16.2 The Lessee shall pay all taxes, license, certification, permit and examination fees and excise taxes which may be assessed, levied, exacted, or imposed on the Leased Premises or operation hereunder or on the gross receipts or income to Lessee therefrom, and shall make all applications, reports and returns required in connection therewith.

#### **SECTION 17 - RIGHTS OF ENTRY RESERVED**

- 17.1 The Authority, by its officers, employees, agents, representatives and contractors shall have the right at all reasonable times to enter upon the Leased Premises for any and all purposes, provided, such action by the Authority, its officers, employees, agents, representatives and contractors does not unreasonably interfere with the Lessee's use, occupancy, or security requirements of the Leased Premises.
- 17.2 Without limiting the generality of the foregoing, the Authority, by its officers, employees, agents, representatives, contractors and furnishers of utilities and other services, shall have the right, at its own cost and expense, whether for its own benefit, or for the benefit of others than the Lessee at the Airport, to maintain existing and future utility, mechanical, electrical and other systems and to enter upon the Leased Premises at all reasonable times to make such repairs, replacements or alterations thereto, as may, in the opinion of the Authority, be deemed necessary or advisable, and from time to time to construct or install over, in or under the Leased Premises such systems or parts thereof and in connection with such maintenance use the Leased Premises for access to other parts of the Airport otherwise not conveniently accessible, provided, however, that in the exercise of such right of access, repair, alteration or new construction, the Authority shall not unreasonably interfere with the actual use and occupancy of the Leased Premises by the Lessee. It is specifically understood and agreed that the reservation of the aforesaid right by the Authority shall not impose or be construed to impose upon the Authority any obligation to repair, replace or alter any utility service lines now or hereafter located on the Leased Premises for the purpose of providing utility services only to the Leased Premises.
- 17.3 In the event that any personal property of Lessee shall obstruct the access of the Authority, its officers, employees, agents or contractors, or the utility company furnishing utility service to any of the existing

utility, mechanical, electrical and other systems, and thus shall interfere with the inspection, maintenance or repair of any such system, Lessee shall move such property, as directed by the Authority or said utility company, in order that access may be had to the system or part thereof for inspection, maintenance or repair. If Lessee shall fail to so move such property after direction from Authority or said utility company to do so, the Authority or the utility company may move it, and the Lessee hereby agrees to pay the cost of such moving upon demand, and further Lessee hereby waives any claim for damages as a result therefrom, except for claims for damages arising from the Authority's sole negligence.

- 17.4 At any reasonable time, and from time to time during the ordinary business hours, the Authority, by its officers, agents, and employees, whether or not accompanied by a prospective lessee, occupier, or user of the Leased Premises, shall have the right to enter thereon for the purpose of exhibiting and viewing all parts of the same, subject to Lessee's reasonable security requirements.
- 17.5 Exercise of any or all of the foregoing rights, by the Authority, or others under right of the Authority, shall not be, nor be construed to be, an eviction of Lessee, nor be made the grounds for any abatement of rental nor any claim or demand for damages, consequential or otherwise.

### **SECTION 18 - ADDITIONAL RENTS AND CHARGES**

- 18.1 Except as provided in Section 5.3 (b), in the event Lessee fails within thirty (30) days after receipt of written notice from Authority to perform or commence to perform any obligation required herein to be performed by Lessee, Authority may enter the Leased Premises (without such entering causing or constituting a cancellation of this Agreement or an interference with the possession of such Leased Premises by Lessee) and do all things reasonably necessary to perform such obligation, charging to Lessee the cost and expense thereof, and Lessee agrees to pay to the Authority upon demand such charge in addition to other amounts payable by Lessee hereunder. Provided, however, that if Lessee's failure to perform any such obligation endangers the safety of the public or employees or property of the Authority, or other tenants of the Airport, and Authority so states in its notice to Lessee, the Authority may perform such obligation of Lessee at any time after the giving of such notice, and charge to the Lessee the reasonable cost and expense thereof which Lessee shall pay upon demand.
- 18.2 If the Authority elects to pay any sum or sums or incur any obligation or expense by reason of the failure, neglect or refusal of Lessee to perform or fulfill any one or more of the conditions, covenants or agreements contained in this Agreement, or as the result of any act or omission of Lessee contrary to said conditions, covenants or agreements, Lessee hereby agrees to pay the sum or sums so paid or expense so incurred by the Authority as the result of such failure, neglect or refusal of Lessee, including interest, not to exceed the greater of fifteen percent (15%) per annum or the rate which is four percent (4%) per annum above the prime rate as published by the Wall Street Journal, together with all costs, damages and penalties. In such event, the total of such amounts may be added to any installment of rent thereafter due hereunder, and each and every part of the same shall be and become additional rent recoverable by the Authority in the same manner and with like remedies as if it were originally a part of the rent provided for in this Agreement.

### **SECTION 19 - TERMINATION**

- 19.1 In the event of a default on the part of Lessee in the payment of rents, or any other charges required by this Agreement to be paid to the Authority, the Authority shall give written notice to Lessee of such default, and may demand the cancellation of this Agreement, or the correction thereof. If, within fifteen (15) days after the date Authority gives such notice, Lessee has not corrected said default, and paid the delinquent amount in full, this Agreement and all rights and privileges granted hereby in and to the Leased Premises shall terminate.
- 19.2 This Agreement together with all rights and privileges granted in and to the Leased Premises shall terminate automatically, upon the happening of any one or more of the following events:

- 19.2.1 the filing by Lessee of a voluntary petition in bankruptcy, or any assignment for benefit of creditors of all or any part of Lessee's assets; or,
- 19.2.2 any institution of proceedings in bankruptcy against Lessee; provided, however, that the Lessee may defeat such termination if the petition is dismissed within thirty (30) days after the institution thereof; or,
- 19.2.3 The filing of a petition requesting a court to take jurisdiction of Lessee or its assets under the provisions of any Federal reorganization act; or
- 19.2.4 The filing of a request for the appointment of a receiver or trustee of Lessee's assets by a court of competent jurisdiction, or the request for the appointment of a receiver or trustee of Lessee's assets by a voluntary agreement with Lessee's creditors; or,
- 19.2.5 The abandonment by Lessee of the conduct of its authorized Airport business at the Airport, and in this connection suspension of operations for a period of sixty (60) days will be considered abandonment in the absence of a satisfactory explanation which is accepted in writing by the Authority.
- 19.2.6 The provisions of section 19.2.1 shall not apply to the pledge of all or any part of Lessee's assets as security for financing for the construction, operation, maintenance, and repair of Lessee's improvements.
- 19.3 Upon the default by Lessee in the performance of any covenant or conditions required to be performed by Lessee, and the failure of Lessee to remedy such default for a period of thirty (30) days after receipt from the Authority of written notice to remedy the same (except as otherwise provided in Section 5.3 (b) above) and, except default in the timely payment of any money due the Authority, the Authority shall have the right to cancel this Agreement for such cause.
- 19.4 Upon the default of Lessee, and the giving of notice by the Authority to cancel this Agreement as provided for elsewhere herein, said notice of cancellation shall be final; provided however, that should the Authority determine that Lessee is diligently remedying such default to completion, and so advises Lessee in writing, said notice of cancellation may be held in abeyance. If, however, the Authority determines that such default is no longer being diligently remedied to conclusion, the Authority shall so advise Lessee in writing, and said notice of cancellation shall no longer be held in abeyance for any reason and shall become final without further notice to Lessee. The determination of the Authority in this regard shall in all events be conclusive and binding upon Lessee.
- 19.5 Upon the cancellation or termination of this Agreement for any reason, all rights of the Lessee, tenants and any other persons in possession shall terminate, including all rights or alleged rights of creditors, trustees, assigns, and all others similarly so situated as to the Leased Premises. Upon said cancellation or termination of this Agreement for any reason, the Leased Premises, except for such personal property which may be removed from said Leased Premises as provided for elsewhere herein, shall be free of all encumbrances and all claims of Lessee, its tenants, creditors, trustees, assigns and all others, and the Authority shall have immediate right of possession to the Leased Premises.
- 19.6 Failure by the Authority to take any authorized action upon default by Lessee of any of the terms, covenants or conditions required to be performed, kept, and observed by Lessee shall not be construed to be, nor act as, a waiver of said default nor of any subsequent default of any of the terms, covenants and conditions contained herein to be performed, kept, and observed by Lessee. Acceptance of rentals by the Authority under the terms hereof, for any period or periods after a default by Lessee of any of the terms, covenants and conditions herein required to be performed, kept, and observed by Lessee shall not be deemed a waiver or estoppel of any right on the part of the Authority to cancel this Agreement for any subsequent failure by Lessee to so perform, keep or observe any of said terms, covenants, or conditions.

### SECTION 20 - TERMINATION BY LESSEE

- 20.1 In addition to any other right or cancellation herein given to Lessee, or any other rights to which it may be entitled to by law, equity or otherwise, as long as Lessee is not in default in payment to Authority of any amounts due Authority under this Agreement, Lessee may cancel this Agreement and thereby terminate all of its rights and unaccrued obligations hereunder, by giving Authority written notice upon or after the happening of the following events:
- 20.1.1 issuance by a court of competent jurisdiction of an injunction which in any way substantially prevents or restrains the use of the Leased Premises, or any part thereof necessary to Lessee's business operations on the Airport, and which injunction remains in force for a period of at least thirty (30) days after the party against whom the injunction has been issued has exhausted or abandoned all appeals or one hundred twenty (120) days whichever is shorter, if such injunction is not necessitated by or issued as a result of an act or omission of Lessee; or
- 20.1.2 The assumption by the United States Government, or any authorized agency thereof, of the operation, control or use of the Airport and its facilities, or any substantial part thereof, in such a manner as to substantially restrict Lessee from operating its authorized Airport business for a continuous period of at least ninety (90) days.

### SECTION 21 - SURRENDER AND RIGHT OF RE-ENTRY

- 21.1 Upon the cancellation or termination of this Agreement pursuant to any terms hereof, Lessee agrees peaceably to surrender up and quit claim the Leased Premises to the Authority in the same condition as they are at the time of the commencement of the term hereof, and as they may hereafter be repaired and improved by Lessee; save and except, (a) such normal wear and tear thereof as could not have been prevented by ordinary and usual repairs and maintenance, (b) obsolescence in spite of repair, and (c) damage to or destruction of the leasehold improvements for which insurance proceeds are received by the Authority. Upon such cancellation or termination, the Authority may re-enter and repossess the Leased Premises together with all improvements and additions thereto, or pursue any remedy permitted by law for the enforcement of any of the provisions of this Agreement, at Authority's election. Furthermore, upon such cancellation or termination, and for a reasonable time thereafter (not exceeding thirty (30) days after such cancellation or termination, and for which period Lessee will pay to the Authority current lease rentals), or during the term of this Agreement, if Lessee is not in default in rentals or any other charges or obligations due the Authority, Lessee shall have the right to remove its personal property, fixtures and trade equipment which it may have on the Leased Premises, provided the removal thereof does not impair, limit or destroy the utility of said Leased Premises or building for the purpose for which they were constructed or improved, and provided, further, that Lessee repairs all damages that might be occasioned by such removal, and restores the building and site to the condition above required.

### SECTION 22 - SERVICES TO LESSEE

- 22.1 Authority covenants and agrees that during the term of this Agreement it will operate the Airport as such for the use and benefit of the public provided, however, that the Authority may prohibit or limit any given type, kind, or class of aeronautical use of the Airport if such action is necessary for the safe operation of the Airport or necessary to serve the civil aviation needs of the public. The Authority further agrees to use its best efforts to maintain the runways and taxiways in good repair. Authority agrees to keep in good repair hard-surfaced public roads for access to the Leased Premises. Authority also agrees to maintain its water and sanitary sewer facilities in areas designated for utilities or easements adjacent to the Leased Premises for access thereto by Lessee in accordance with Authority Ordinances governing same.
- 22.2 Lessee will contract with and obtain all required permits from the appropriate Authority Departments for any utility services provided by Authority, paying any required connection fees, including those to be paid

by owners, and all such services will be provided at rates and on terms and conditions established by the Authority for similar users in the Authority.

- 22.3 Lessee will also contract with the furnishers of all other utilities for the furnishing of such services to the Leased Premises and shall pay for all water, gas, electricity, sanitary sewer service, other utilities, telephone, burglary, and fire protection services furnished to the Leased Premises.

### **SECTION 23 - SURVIVAL OF THE OBLIGATIONS OF THE LESSEE**

- 23.1 In the event that the Agreement shall have been terminated in accordance with a notice of termination as provided in Section 19 hereof, all the obligations of the Lessee under this Agreement shall survive such termination, re-entry, regaining or resumption of possession and shall remain in full force and effect for the full term of this Agreement, and the amount or amounts of damages or deficiency shall become due and payable to Authority to the same extent, at the same time or times, and in the same manner as if no termination, re-entry, regaining or resumption of possession had taken place. Authority may maintain separate actions each month to recover the damage or deficiency then due or at its option and at any time may sue to recover the full deficiency less the proper discount, for the entire unexpired term of the Agreement.
- 23.2 The amount of damages for the period of time subsequent to termination (or re-entry, regaining or resumption of possession) on account of the Lessee's rental obligations, shall be the sum of the following:
- 23.2.1 the amount of the total of all installments thereof payable prior to the effective date of termination except that the credit to be allowed for the installment payable on the first (1st) day of the month in which the termination is effective shall be prorated for the part of the month the Agreement remains in effect on the basis of the total days in the month;
- 23.2.2 an amount equal to all expenses incurred by Authority in connection with regaining possession, restoring the Leased Premises, acquiring a new lease for the Leased Premises, legal expenses (including but not limited to attorney's fees), putting the Leased Premises in order, maintenance, and brokerage fees.
- 23.2.3 an amount equal to any deficiency for the remaining term of the Lease, computed in accordance with the provisions of Section 23.1.

### **SECTION 24 - USE SUBSEQUENT TO CANCELLATION OR TERMINATION**

- 24.1 The Authority, upon termination or cancellation pursuant to Section 19 hereof, may occupy the Leased Premises or may enter into an agreement with another lessee and shall have the right to permit any person, firm, or corporation to enter upon the Leased Premises and use the same. Such use may be of part only of the Leased Premises or of the entire Leased Premises, together with other premises, and for a period of time the same as or different from the balance of the term hereunder remaining, and on terms and conditions the same as or different from those set forth in this Agreement.
- 24.2 Authority shall also, upon said termination or cancellation, or upon re-entry, regaining or resumption of possession, have the right to repair and to make structural or other changes in the Leased Premises, including changes which alter its character and the suitability thereof for the purpose of the Lessee under this Agreement, without affecting, altering or diminishing the obligations of the Lessee hereunder, provided, that any structural changes shall not be at Lessee's expense.
- 24.3 In the event either of use by others or of any actual use and occupancy by Authority, there shall be credited to the account of the Lessee against its survived obligations hereunder any net amount remaining after deducting from the amount actually received from any lessee, licensee, permittee or other occupier in connection with the use of the said Leased Premises or portion thereof during the balance of the term of use

and occupancy as the same is originally stated in this Agreement, or from the market value of the occupancy of such portion of the Leased Premises as Authority may itself during such period actually use and occupy, all expenses, costs and disbursements incurred or paid by Authority in connection therewith. No such use and occupancy shall be or be construed to be an acceptance of a surrender of the Leased Premises, nor shall such use and occupancy constitute a waiver of any rights of Authority hereunder. Authority will use its best efforts to minimize damages to Lessee under this Section.

**SECTION 25 - LIMITATION OF RIGHTS AND PRIVILEGES GRANTED**

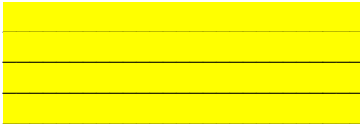
25.1 Except the exclusive right of Lessee to possession of the Leased Premises, no exclusive rights at the Airport are granted by this Agreement and no greater rights or privileges with respect to the use of the Leased Premises or any part thereof are granted or intended to be granted to the Lessee by this Agreement, or by any provision thereof, than the rights and privileges expressly and specifically granted hereby.

**SECTION 26 - NOTICES**

26.1 All notices, consents and approvals required or desired to be given by the parties hereto shall be sent in writing, and shall be deemed sufficiently given when same is deposited in the United States Mail, sufficient postage prepaid, registered or certified mail, return receipt requested, addressed to the recipient at the address set forth below:

To Authority: Airport Manager  
Newnan Coweta County Airport Authority  
115 Airport Rd.  
Newnan, GA 30263

and

To: 

26.2 Such addresses shall be subject to change from time to time to such other addresses as may have been specified in written notice given by the intended recipient to sender.

**SECTION 27 - HOLDING OVER**

27.1 No holding over by Lessee after the termination of this lease shall operate to extend or renew this lease for any further term whatsoever; but Lessee will by such holding over become a tenant at will of the Authority after written notice by the Authority to vacate such premises. Continued occupancy thereof by Lessee shall constitute Lessee a trespasser.

27.2 Any holding over by Lessee beyond the thirty (30) day period permitted for removal of fixtures without the written consent of the Authority shall make the Lessee liable to the Authority for damages equal to double the rentals provided for herein and which were in effect at the termination of the lease.

27.3 All insurance coverage that Lessee is required under the provisions hereof to maintain in effect shall continue in effect for so long as Lessee, or any of Lessee's sublessees or tenants occupy the Leased Premises or any part thereof.

## SECTION 28 - INVALID PROVISIONS

- 28.1 The invalidity of any provisions, articles, paragraphs, portions, or clauses of this Agreement shall have no effect upon the validity of any other part or portion hereof, so long as the remainder shall constitute an enforceable Agreement.

## SECTION 29 - MISCELLANEOUS PROVISIONS

### Remedies to be Nonexclusive.

- 29.1 All remedies provided in this Agreement shall be deemed cumulative and additional and not in lieu of, or exclusive of, each other, or of any other remedy available to the Authority, or Lessee, at law or in equity, and the exercise of any remedy, or the existence herein of other remedies or indemnities shall not prevent the exercise of any other remedy.

### Non-Waiver of Rights.

- 29.2 The failure by either party to exercise any right, or rights accruing to it by virtue of the breach of any covenant, condition, or agreement herein by the other party shall not operate as a waiver of the exercise of such right or rights in the event of any subsequent breach by such other party, nor shall other party be relieved thereby from its obligations under the terms hereof.

### Force Majeure.

- 29.3 Neither party shall be deemed in violation of this Agreement if it is prevented from performing any of its obligations hereunder by reason of labor disputes, acts of God, acts of the public enemy, acts of superior governmental authority or other circumstances for which it is not responsible or which is not in its control provided, however, that this section shall not excuse Lessee from paying the rentals herein specified. Notwithstanding the language in this subparagraph in the event of emergency wherein the Federal Airport Authority orders the cessation of flight operations out of the Newnan-Coweta airport which exceeds ninety (90) days, Lessee may be excused from any rental obligations until the Federal Airport Authority resumes flight operations at said airport.

### Non-liability of Individuals.

- 29.4 No director, officer, agent, or employee of either party hereto shall be charged personally or held contractually liable by or to the other party under any term or provision of this Agreement or of any supplement, modification, or amendment to this Agreement because of any breach thereof, or because of his or their execution or attempted execution of the same.

### Quiet Enjoyment

- 29.5 The Authority covenants that as long as Lessee is not in default of any provision of this Agreement, Lessee shall and may peaceably and quietly have, hold, and enjoy the Leased Premises exclusively to it during the term hereof unless sooner canceled as provided in this Agreement.

### General Provisions

- 29.6 Lessee shall not use, or permit the use of, the Leased Premises, or any part thereof, for any purpose or use other than those authorized by this Agreement.
- 29.7 This Agreement shall be performable and enforceable in Newnan, Georgia, and shall be construed in accordance with the laws of the State of Georgia.
- 29.8 This Agreement is made for the sole and exclusive benefit of the Authority and Lessee, their successors and assigns, and is not made for the benefit of any third party.
- 29.9 In the event of any ambiguity in any of the terms of this Agreement, it shall not be construed for or against any party hereto on the basis that such party did or did not author the same.
- 29.10 All covenants, stipulations and agreements in this Agreement shall extend to and bind each party hereto, its legal representatives, successors and assigns.

- 29.11 The titles of the several articles of this Agreement are inserted herein for convenience only, and are not intended and shall not be construed to affect in any manner the terms and provisions hereof, or the interpretation or construction thereof.
- 29.12 Nothing herein contained shall create or be construed to creating a co-partnership between the Authority and the Lessee or to constitute the Lessee an agent of the Authority. The Authority and the Lessee each expressly disclaim the existence of such a relationship between them.
- 29.13 All disputes and controversies of every kind and nature between the parties to this agreement arising out of or in connection with this agreement as to the existence, construction, validity, interpretation or meaning, performance, non-performance, enforcement, operation, breach, continuance, or termination thereof, including damages, shall be settled by binding arbitration conducted at the offices of the American Arbitration Association located in Atlanta, Georgia, at a date and time noticed by the arbitrators, in accordance with the commercial arbitration rules then in effect of the American Arbitration Association. All matters submitted to arbitration shall be submitted to two disinterested and competent persons, mutually chosen, who shall select a third, whose award shall be conclusive and binding on both parties and judgment thereon may be entered in any court of competent jurisdiction. If the parties cannot mutually agree on two arbitrators within ten (10) days after a demand for arbitration is given, the American Arbitration Association shall select the two arbitrators who shall select a third. The parties stipulate and agree that the provisions of this agreement as to the arbitration shall be a complete defense to any suit, action, or proceeding instituted in any federal, state, or local court, or before any administrative tribunal with respect to any controversy or dispute arising during the period of this agreement; provided that nothing herein prohibits a party from bringing an action to enforce the arbitration provision hereof. The arbitration provisions of this agreement shall, with respect to controversies or disputes, survive the termination or expiration of this agreement. Nothing contained in this agreement shall be deemed to give the arbitrators any authority, power, or right to alter, change, amend, modify, add to or subtract from any of the provisions of this agreement. Either party may demand arbitration in writing by giving the other party thirty (30) days notice. The arbitrator, as part of the arbitration award, shall determine which party or parties pay the costs of arbitration.

### **SECTION 30 - SUBORDINATION CLAUSES**

- 30.1 This Agreement is subject and subordinate to the following:
- 30.1.1 Authority reserves the right to develop and improve the Airport as it sees fit, regardless of the desires or view of Lessee, and without interference or hindrance by or on behalf of Lessee, provided, Lessee is not deprived of the use of or access to the Leased Premises.
- 30.1.2 Authority reserves the right to take any action it considers necessary to protect the aerial approaches to the Airport against obstruction, together with the right to prevent Lessee from erecting or permitting to be erected any building or other structure on the Airport which, in the opinion of the Authority, would limit the usefulness of the Airport or constitute a hazard to aircraft.
- 30.1.3 This Agreement is and shall be subordinate to the provisions of existing and future agreements between Authority and the United States relative to the operation or maintenance of the Airport, the execution of which has been or may be required as a condition precedent to the obtaining or expenditure of Federal funds for the benefit of the Airport.
- 30.1.4 During the time of war or national emergency, Authority shall have the right to lease all or any part of the landing area or of the Airport to the United States for military or naval use, and if any such lease is executed, the provisions of this Agreement insofar as they may be inconsistent with the provisions of such lease to the Government, shall be suspended, but such suspension shall not extend the term of this Agreement. Abatement of rentals shall be determined by the Authority in proportion to the degree of interference with Lessee's use of the Leased Premises.



- 30.1.5 Except to the extent required for the performance of any obligations of Lessee hereunder, nothing contained in this Agreement shall grant to the Lessee any rights whatsoever in the airspace above the Leased Premises other than those rights where subject to Federal Aviation Administration rules, regulations, and orders currently or subsequently effective.

### **SECTION 31 - ENTIRE AGREEMENT**

- 31.1 This Agreement consists of Sections 1 to 31, inclusive, and Exhibit A, Exhibit B, and Exhibit C.
- 31.2 This Agreement constitutes the entire Agreement of the parties hereto and may not be changed, modified, discharged, or extended except by written instrument duly executed by the Authority and the Lessee. The parties agree that no representations or warranties shall be binding upon the Authority or the Lessee unless expressed in writing in this Agreement of Lease.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement.

Signed, sealed, and delivered NEWNAN COWETA COUNTY AIRPORT AUTHORITY by  
Newnan Coweta County Airport Authority the presence of:

\_\_\_\_\_  
Unofficial Witness

BY: \_\_\_\_\_  
Mr. Joseph Rutkiewicz, Chairman

\_\_\_\_\_  
Notary Public  
Commission Expires: \_\_\_\_\_  
(SEAL)

ATTESTED  
BY: \_\_\_\_\_

(CORPORATE SEAL)

LESSEE

Signed, sealed and delivered  
by LESSEE  
In the presence of:

\_\_\_\_\_  
Unofficial Witness

BY: \_\_\_\_\_  
ITs

\_\_\_\_\_  
Notary Public  
Commission Expires: \_\_\_\_\_  
(SEAL)

ATTESTED  
BY: \_\_\_\_\_

(CORPORATE SEAL)

**EXHIBIT A**

Survey & Legal Description of Leased Premises

Attachment: 2024. Proposed Land Lease Template (Revision - March 2024) (14385 : Amendment to the Standard New Construction Lease

**EXHIBIT B**  
**Insurance**

Lessee in its own name as insured and, at its sole cost and expense, shall secure, and maintain in continuous effect during the term of this Agreement, insurance policies issued by an insurance carrier licensed to do business in the State of Georgia providing for:

- (1) Comprehensive General Liability Insurance. Combined Single limits including Bodily Injury and Property Damage with limits of \$1,000,000 for each occurrence, personal and advertising injury with a limit of \$1,000,000 per occurrence and \$2,000,000 general and products/completed operations aggregates. General Liability should include premises/operations coverage and products and completed operations coverage.
- (2) Auto Liability – including Owner, hired, and non-owned vehicles with Combined Single limits including Bodily injury and Property damage of \$500,000 for each occurrence.
- (3) Umbrella Excess Liability Insurance: Contractor shall carry umbrella excess liability including Auto, General Liability and Workers’ Compensation in the amount of \$1,000,000 over existing primary insurance and over self-insured hazards.
- (4) If Lessee has its own fuel tanks, Environment Impairment Liability and/or Pollution Liability - \$1,000,000 per occurrence.
- (5) Workers’ Compensation: As required by law.

All of the above policies must be occurrence based. Authority and Coweta County shall be named as an additional insured on all policies. The policies shall contain provisions that the coverage provided by said policies shall be primary to any insurance maintained by or for the benefit of Authority or Coweta County provide that the carrier issuing the certificate shall notify Authority thirty (30) days in advance of any cancellation or material change in the terms or coverage of such insurance policies. Said insurance shall in fact be primary to any insurance maintained by or for the benefit of Authority or Coweta County.

Lessee shall provide Authority with the Policies and Certificates indicating proof of the foregoing insurance coverages. The failure of the Lessee to obtain or maintain such insurance coverage shall not relieve the Lessee from any liability arising from this Agreement nor any such liability be limited to the liability insurance coverage provided for herein.

Notwithstanding the above, any such certificate naming an insurance carrier not having at least an “A” rating by A.M. Best & Company, shall be referred to the Airport Manager for review and recommendation.

**EXHIBIT C**

List of facilities and budget to include building, ramps, landscaping, and site prep to be completed by Lessee.



## **Airport Authority**

**To:** Newnan-Coweta County Airport Authority

**From:** Calvin Walker, Airport Manager

**Date:** 3/8/2024

**RE:** New Construction Lease Agreement with LH Construction Group, Inc  
Associated with Property Located off West Aviation Way

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**Issue:** New Construction Lease Agreement with LH Construction Group, Inc Associated with Property Located off West Aviation Way

**Discussion:** LH Construction Group, Inc is currently proposing to construct a 80-foot by 60-foot hangar and associated office space on 10,000 square feet of property located off West Aviation Way at the site of the former Department of Corrections dog kennel. The term of the new construction lease agreement is for the period beginning April 1, 2024, and expiring on March 31, 2027, with an option to renew for two (2) 5-year periods.

### **FINANCIAL IMPACT:**

Initial Monthly Rent of \$250.00 (plus fuel sales and ad valorem tax revenue)

**Recommendation:** Staff recommends that the Authority execute a New Construction Lease Agreement with LH Construction Group, Inc associated with property located off West Aviation Way.

NEW CONSTRUCTION LEASE AGREEMENT  
WITH  
NEWNAN-COWETA COUNTY  
AIRPORT AUTHORITY  
AND  
LH CONSTRUCTION GROUP, INC

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**COUNTY OF COWETA  
STATE OF GEORGIA**

**LEASE AGREEMENT**

THIS AGREEMENT made and entered into by and among the NEWNAN COWETA COUNTY AIRPORT AUTHORITY (the "Authority"), a body corporate and politic and a political subdivision and public corporation of the State of Georgia, and LH CONSTRUCTION GROUP, INC, organized and existing under the laws of the State of Georgia, hereinafter referred to as "Lessee",

**WITNESSETH:**

**WHEREAS**, the Newnan Coweta County Airport Authority is the owner of the premises known as Newnan Coweta County Airport (the "Airport"); and

**WHEREAS**, the Authority and Lessee are mutually desirous of entering into a Lease for the use and occupancy of certain areas at the Airport;

**NOW, THEREFORE**, for and in consideration of the respective promises and mutual agreements made by the parties hereto hereinafter set forth, the Authority hereby grants to the Lessee the right to use and occupy the ground area at the Airport shown on Exhibit A together with all buildings, structures, improvements, additions and permanent installations constructed and installed therein or thereon (hereinafter called the "Leased Premises") during the term of this Agreement upon the following terms and conditions and it is hereby mutually agreed as follows:

Attachment: 2024.LandLease.LHConstructionGroupInc VER2 (14386 : New Construction Lease Agreement with LH Construction Group, Inc.)

### SECTION 1 - TERM

- 1.1 The term of this lease shall be for a Thirty (30) year period, with two (2) five (5) year options commencing on the 1st day of April, 2024, and expiring on the 31st day of March, 2054, unless sooner terminated or renewed in accordance with the provisions hereof.
- 1.2 Lessee shall have the right to renew this Lease for an additional period commencing upon the expiration of the original 30-year term by the giving of ninety (90) days written notice to the Lessor, and provided that any such renewal shall be upon the then prevailing terms and conditions as the then current leases at the Airport or unless otherwise agreed upon between the Authority and Lessee.

### SECTION 2 -LEASED PREMISES

- 2.1 The Leased Premises shown as TRACT ONE on Exhibit A, attached hereto and made a part hereof consist of:
- 2.1.1 Unimproved/Improved land area consisting of approximately 10,000 square feet,

### SECTION 3 - USE OF LEASED PREMISES

- 3.1 The Lessee or Lessee's tenants, sub-lessees or assigns shall continuously occupy and use the Leased Premises for the following purposes and for no other purpose whatsoever:
- 3.1.1 Aircraft storage and necessary accessory usage;
- 3.1.2 Any other purpose authorized in by the Newnan Coweta County Airport Authority.

### SECTION 4 - RENTS AND FEES

- 4.1 For Use and Occupancy of the Leased Premises herein granted, the Lessee agrees to pay to the Authority during the period commencing April 1, 2024, and ending March 31, 2027, a monthly rent of \$250.00.
- 4.1.1 Effective on April 1, 2027, and on April 1, of each third year of the remaining term, the monthly rental payable hereunder shall be adjusted by multiplying the monthly rental set forth in Section 4.1 above by a fraction, the numerator of which shall be the monthly CPI (as hereinafter defined) published for the month most recently preceding said April date, and the denominator of which shall be the monthly CPI published for April 2024, hereinafter referred to as Lessee's base month. In no event shall the rental payable under this Section 4.1.1 be less than the amount set forth in Section 4.1 above.
- 4.2 The term CPI as used herein shall mean the Consumer Price Index for all Urban Consumers, All Items, U.S. City Average, as most currently published by the Bureau of Labor Statistics of the United States Department for Labor.
- 4.3 The monthly rent shall be paid on the first day of each month in advance at the office of the Airport Director or at such other office as may be directed in writing by the Authority.
- 4.4 Nothing contained in the foregoing shall effect the survival of the obligations of the Lessees as set forth in the Sections of this Agreement covering the survival of the Lessee's obligations.
- 4.5.1 Lessee acknowledges that late payment by Lessee to Authority of any Agreement fees will cause Authority to incur costs not contemplated by this Agreement, the exact amount of such costs being extremely difficult and impracticable to fix. Such costs include, without limitation, processing, accounting, and interest charges. Therefore, if any installment of Agreement fees due from Lessee is not received by the tenth day

after the due date, Lessee shall pay to Authority an additional sum of \$25.00 as an administrative processing charge. The parties agree that this late charge represents a fair and reasonable estimate of the costs that Authority will incur by reason of late payment by Lessee. Acceptance of any late charge shall not constitute a waiver of Lessee's default with respect to the overdue amount, or prevent Authority from exercising any of the other rights and remedies available to Authority. Agreement fees not paid when due shall bear simple interest from date due until paid at the rate of one and one-half percent (1 ½%) per month.

#### **SECTION 5 - ACCEPTANCE, CARE, MAINTENANCE, IMPROVEMENTS, AND REPAIR**

- 5.1 Lessee warrants that it has inspected the Leased Premises and accepts possession of the Leased Premises and the improvements thereon "as is" in its present condition, and subject to all limitations imposed upon the use thereof by the rules and regulations of the Federal Aviation Administration, the State of Georgia Department of Transportation, and by ordinances of the Authority, and admits its suitability and sufficiency for the uses permitted hereunder. Except as may otherwise be provided for herein, the Authority shall not be required to maintain nor to make any improvements, repairs restorations upon or to the Leased Premises or to any of the improvements presently located thereon.
- 5.2 Lessee shall throughout the term of this Agreement assume the entire responsibility, cost and expense, for all repair and maintenance whatsoever on the Leased Premises and all improvements thereon in a good workmanlike manner, whether such repair or maintenance be ordinary or extraordinary, structural, or otherwise. Additionally, Lessee, without limiting the generality hereof, shall:
  - 5.2.1 keep at all times, in a clean and orderly condition and appearance, the Leased Premises, all improvements thereon and all of the Lessee's fixtures, equipment and personal property which are located on any part of the Leased Premises;
  - 5.2.2 provide and maintain on the Leased Premises all obstruction lights and similar devices, and safety equipment required by law;
  - 5.2.3 repair any damage caused by Lessee or its invitees, tenants, or contractors to paving, soils, water or other parts of the Leased Premises caused by any oil, gasoline, grease, lubricants, solvents, flammable liquids, or substances having a corrosive or detrimental effect thereon, and to remediate any release caused by Lessee or any of its invitees, tenants or contractors of any substance that has a harmful effect on human health or the environment as determined by any regulatory agency;
  - 5.2.4 take measures to prevent erosion, including but not limited to, the planting and replanting of grasses with respect to all portions of the Leased Premises not paved or built upon, and in particular shall plant, maintain, and replant any landscaped areas;
  - 5.2.5 be responsible for the maintenance and repair of all utility service lines placed on the Leased Premises and used by Lessee exclusively, including, but not limited to, water lines, gas lines, electrical power and telephone conduits and lines, sanitary sewers, and storm sewers.
- 5.3 In the event Lessee fails: (a) to commence to maintain, clean, repair, replace, rebuild or repaint, within a period of thirty (30) days after written notice from the Authority to do any maintenance or repair work required to be done under the provisions of this Agreement, other than preventive maintenance, (b) or within a period of ninety (90) days if the said notice specifies that the work to be accomplished by the Lessee involves preventive maintenance only; (c) or to diligently continue to completion any repairs, replacement, rebuilding, painting or repainting as required under this Agreement; then, the Authority may, at its option, and in addition to any other remedies which may be available to it, enter the premises involved, without such entering causing or constituting a cancellation of this Agreement or an interference with the possession of the Leased Premises, and repair, replace, rebuild or paint all or any part of the Leased Premises or the improvements thereon, and do all things reasonably necessary to accomplish the work required, and the cost and expense thereof shall be payable to the Authority by Lessee on demand. Provided, however, if in the opinion of the Authority, the Lessee's failure to perform any such maintenance

endangers the safety of the public, the employees or property of the Authority or other tenants at the Airport, and the Authority so states same in its notice to Lessee, the Authority may, at its sole option, in addition to all other remedies which may be available to it, elect to perform such maintenance at any time after the giving of such notice, and Lessee agrees to pay to the Authority the cost and expense of such performance on demand. Furthermore, should the Authority, its officers, employees, or agents undertake any work hereunder, Lessee hereby waives any claim for damages, consequential or otherwise, as a result therefrom except for claims for damages arising from the Authority's sole gross negligence. The foregoing shall in no way affect or alter the primary obligations of the Lessee as set forth in this Agreement, and shall not impose or be construed to impose upon the Authority any obligations to maintain the Leased Premises, unless specifically stated otherwise herein.

- 5.4 Plans and specifications for all major repairs, constructions, alterations, modifications, additions or replacements (hereinafter referred to as "improvements"), including, without limitation the new facility to be constructed by the Lessee pursuant to Section 5.5 below, undertaken by the Lessee shall be submitted to and receive the written approval of the Authority, and no such work shall be commenced until such written approvals are obtained from the Authority, which approval shall not be unreasonably withheld or delayed. Authority shall advise Lessee within thirty (30) days after receipt of the written request, together with copies of the plans and specifications for the proposed improvements in sufficient detail to make a proper review thereof, of its approval or disapproval of the proposed work, and in the event it disapproves, stating its reasons therefor.
- 5.5 Lessee shall construct a new hangar facility and site improvements at the Leased Premises in accordance with the Lessee's 2023 proposal, identified in Exhibit C attached hereto and made a part hereof, as modified, supplemented, or amended pursuant to the Airport alteration application review process. On or before three (3) months from the effective date of this Agreement, Lessee shall submit plans and specifications to the Authority for the Authority's review and appeal. The Authority shall issue its' approval within thirty (30) days of submission, which approval shall not be unreasonably withheld. Lessee shall complete construction of the first hangar facility within eighteen (18) months of the Authority's approval thereof, weather permitting.
- 5.5.1 Existing roads used as part of the access route shall be restored to their pre-construction condition after completion of the project. Lessee shall be responsible for contacting Authority prior to beginning construction for purposes of documenting the pre-construction condition of the road. Authority and Lessee, or Lessee's designee, shall meet to photograph the road. Copies of all photographs shall be provided to Lessee. Said photographs shall be evidence of the pre-construction condition of the road for which Lessee shall be responsible for restoring the road. If Lessee fails to contact the Authority prior to beginning construction for purposes of documenting the road condition, then the Authority shall have the sole discretion in determining the pre-existing condition of the road for purposes of Lessee's restoration obligation, provided such discretion is reasonable. Lessee shall be responsible for the daily clean-up of debris that may be on the access route.
- 5.6 If Lessee makes any improvements without Authority approval, then, upon notice to do so, Lessee shall remove the same or at the option of Authority cause the same to be changed to the satisfaction of Authority. If Lessee fails to comply with such notice within thirty (30) days or to commence to comply and pursue diligently to completion, Authority may effect the removal or change and Lessee shall pay the cost thereof to the Authority. Lessee expressly agrees in the making of all improvements that, except with the written consent of Authority, it will neither give nor grant, nor purport to give or grant any lien upon the Leased Premises or upon any improvements thereupon or which is in the process of construction or repair, nor allow any condition to exist or situation to develop whereby any party would be entitled, as a matter of law, to a lien against said Leased Premises and improvements thereon, and Lessee will discharge any such lien within thirty (30) days after notice of filing thereof. Notice is hereby given by Authority to all persons that no lien attaches to any such improvements.
- 5.7 Notwithstanding any other provisions or terms of the Lease, Lessee acknowledges that the Airport is subject to federal storm water regulations, 40 CFR, Part 122, for "motor vehicle or automobile maintenance shops" (including vehicle rehabilitation, mechanical repairs, painting, fueling, and lubrication), equipment

cleaning operations and/or deicing operations that occur at the Airport as defined in these regulations and, if applicable, state storm water regulations. Lessee further acknowledges that it is familiar with these storm water regulations; that it does not conduct or operate "motor vehicle or automobile maintenance" (including vehicle rehabilitation, mechanical repairs, painting, fueling and lubrication), equipment cleaning operations and/or deicing activities as defined in the federal storm water regulations; and that it is aware that there are significant penalties for submitting false information, including fines and imprisonment for knowing violations. This paragraph does not preclude Lessee performing minor aircraft maintenance and repair.

- 5.7.1 Notwithstanding any other provisions or terms of the Lease, Authority acknowledges that it has taken steps necessary to apply for or obtain a storm water discharge permit as required by the applicable regulations for the Airport, including the Leased Premises operated by the Lessee. Lessee acknowledges that the storm water discharge permit issued to the Authority may name the Lessee as co-permittee.
- 5.7.2 Notwithstanding any other provisions or terms of this Lease, including the Lessee's right to quiet enjoyment, Authority and Lessee both acknowledge that close cooperation is necessary to ensure compliance with any storm water discharge permit terms and conditions, as well as to ensure safety and to minimize costs. Lessee acknowledges that, as discussed more fully below, it may have to undertake to minimize the exposure of storm water (and snow melt) to "significant materials" generated, stored, handled, or otherwise used by the Lessee, as defined in the federal storm water regulations, by implementing and maintaining "Best Management Practices."
- 5.7.3 Lessee acknowledges that the Airport's storm water discharge permit is incorporated by reference into this Lease and any subsequent renewals.
- 5.8 Permit Compliance. Authority will provide Lessee with written notice of those storm water discharge permit requirements, that are in the Airport's storm water permit, that Lessee will be obligated to perform from time to time, including, but not limited to: Certification of non-storm water pollution prevention of similar plans; implementation of "good housekeeping" measures or Best Management Practices; and maintenance of necessary records. Such written notice shall include applicable deadlines. Lessee, within seven (7) days of receipt of such written notice shall notify Authority in writing if it disputes any of the storm water discharge permit requirements it is being directed to undertake. If Lessee does not provide such timely notice, it is deemed to assent to undertake such requirements. If Lessee provides Authority with timely written notice that disputes such storm water discharge permit requirements, Authority and Lessee agree to negotiate a prompt resolutions of their differences. Lessee warrants that it will not object to written notice from the Authority for purposes of delay or avoiding compliance.
- 5.8.1 Lessee agrees to undertake, at its sole expense unless otherwise agreed to in writing between Authority and Lessee, those storm water discharge permit requirements for which it has received written notice from the Authority. Lessee warrants that it shall meet any and all deadlines that may be imposed on or agreed to by Authority and Lessee. Lessee acknowledges that time is of the essence.
- 5.8.2 Authority agrees to provide Lessee, at its request, with any non-privileged information collected and submitted to any governmental entity(ies) pursuant to applicable storm water regulations.
- 5.8.3 Lessee agrees that the terms and conditions of the Airport's storm water discharge permit may change from time to time and hereby appoints Authority as its agent to negotiate with the appropriate governmental entity(ies) any such permit modifications.
- 5.8.4 Authority will give Lessee written notice of any breach by Lessee of the Airport's storm water discharge permit or the provisions of this section. Such a breach is material, and if of a continuing nature, Airport may seek to terminate this Lease pursuant to Section 19, Termination by Authority. Lessee agrees to cure promptly any breach.
- 5.8.5 Lessee agrees to participate in any Airport-organized task force or other work group established to coordinate storm water activities at the Airport.

- 5.9 The Lessee shall be solely responsible for the proper management, storage, and disposal of hazardous substances and hazardous wastes used, generated, stored, disposed, treated, or caused to be present on the leased premises by the activates of the Lessee. Notwithstanding any other provision of the Lease, the Lessee shall not treat or dispose of hazardous wastes on the Authority's premises. The Lessee shall provide all required notices, including those mandated under right-to-know laws, of the presence or use on the leased premises of hazardous substances, extremely hazardous substance, or hazardous wastes, shall provide all notices to appropriate authorities and to Authority of any releases to the environment of hazardous substances, extremely hazardous substances, or hazardous wastes, and shall obtain all permits necessary for the generation, storage, disposal, or treatment of hazardous wastes. The Lessee shall manage used oil and other petroleum products as required by Federal and state law and regulations and the rules and regulations of the Authority. The Lessee shall be solely liable for the investigation, corrective action, or remediation of any release to the environment caused by the Lessee, its invitees, employees, agents, or contractors of any hazardous waste, hazardous substance, extremely hazardous substance, oil, or other petroleum-based substance.
- 5.10 Indemnification. Notwithstanding any other provisions of this Lease, Lessee agrees to indemnify and hold harmless the Authority and other tenants for any and all claims, demands, costs, (including attorneys fees), fees, fines, penalties, charges and demands by and liability directly or indirectly arising from Lessee's actions or omissions, including failure to comply with Lessee's obligations under this Section, applicable regulations, or permits, unless the result of Authority's sole negligence. This indemnification shall survive any termination or non-renewal of this Lease.

#### **SECTION 6 - TITLE TO IMPROVEMENTS AND REPAIRS**

- 6.1 Lessee's improvements erected or constructed upon the Leased Premises shall remain the property of the Lessee during the entire term of the Lease. In the event Lessee's improvements remains erected or constructed upon the Leased Premises upon the expiration or termination of this Lease, then upon expiration or termination of this lease, such improvements shall become the property of the Authority upon expiration or termination of this lease, free and clear of all claims on the part of the Lessee on account of any repair.

#### **SECTION 7 - ADDITIONAL OBLIGATIONS OF LESSEE**

- 7.1 Lessee shall conduct its operations hereunder in an orderly and proper manner, considering the nature of such operation so as not to unreasonably annoy, disturb, endanger or be offensive to others.
- 7.2 Further, Lessee shall take all reasonable measures not to produce on the Airport any disturbance that interferes with the operation by the Authority or the Federal Aviation Administration of air navigational, communication or flight equipment on the Airport.
- 7.3 Lessee shall control the conduct and demeanor of its officers, agents, employees, invitees and, upon objection from Authority concerning the conduct, or demeanor of any such person, Lessee shall immediately take all lawful steps necessary to remove the cause of the objection.
- 7.4 Lessee shall comply with all environmental, health and safety laws and requirements and any other federal, state or municipal laws, ordinances, rules, regulations, and requirements, applicable to the Leased Premises and the improvements thereon and its operations at the Airport hereunder. Lessee agrees to allow Authority access to premises and records to investigate compliance with all applicable laws if there is reason to suspect negligence or willful non-compliance.
- 7.5 Lessee shall comply with all written instructions of the Authority and applicable Federal, state, and local laws, ordinances, and regulations in disposing of trash, garbage, and other refuse; the frequency of removal

thereof from the Airport premises shall at all times be subject to the rules, regulations, and approval of Authority. All disposal of trash, garbage, refuse and wastes shall be at the expense of the Lessee.

- 7.6 Lessee shall not commit, nor permit to be done, anything that may result in the commission of a nuisance, waste, or injury on the Leased Premises.
- 7.7 Lessee shall not do, nor permit to be done, anything which may interfere with the effectiveness or accessibility of the drainage system, sewerage system, fire protection system, sprinkler system, alarm system and fire hydrants and hoses, if any, installed or located on the Leased Premises.
- 7.8 Lessee shall take measures to ensure security in compliance with Federal Air Regulations and the Airport Security Plan and the Newnan Coweta Airport Authority rules and regulations.
- 7.9 Lessee shall not do, nor permit to be done, any act or thing upon the Leased Premises, which may constitute a hazardous condition so as to increase the risks attendant upon the operations permitted by the Agreement.
- 7.10 Lessee shall use only a working supply of flammable liquids within any covered or enclosed portion of the Leased Premises. The term "working supply" as used in this Section 7.10 shall mean the amount consumed by Lessee during any normal workday. Any other supplies of such liquids shall be kept and stored in safety containers of a type approved by the Underwriters Laboratories.
- 7.11 Except for services permitted under Section 3 hereof to be performed by Lessee or Lessee's subcontractors, Lessee shall provide prompt written notice to the Authority of any person, firm or corporation performing aircraft maintenance work, flight instruction of any sort, air taxi, aircraft charter or aircraft leasing of any sort on the Leased Premises for commercial purposes without a valid permit from the Authority.
- 7.12 It is the intent of the parties hereto that noise, including but not limited to, noise caused by aircraft engine operation shall be held to a minimum. To this end the Lessee will conduct its operations in such a manner as to keep the noise produced by aircraft engines and component parts thereof or any other noise to a minimum by the use of such methods or devices as are practicable, considering the extent and type of the operations of the Lessee, but in no event less than those devices or procedures that are required by Federal, State or local law. In addition, Lessee shall use its best efforts to minimize prop or jet blast interference to aircraft operating on or to buildings, structures, and roadways, now located on or which in the future may be located on areas adjacent to the Leased Premises.
- 7.13 In connection with the conduct of Lessee's business, the Lessee shall maintain in accordance with generally accepted accounting principles, consistently applied, during the term hereof, Lessee's records and books of account, recording all transactions at, through or in anywise connected with the Airport which records and books of account shall be kept at all times at the Lessee's place of business at the Airport
- 7.14 Lessee shall permit in ordinary business hours during the term hereof and for one year thereafter the examination and audit by the employees or representatives of the Authority such records and books of account. As a result of such examination, Lessor acknowledges it may have access to various procedures, pricing lists, customer lists, marketing plans, financial information, engineering designs and other information that Lessee considers to be highly confidential and proprietary. Lessor agrees that it will not furnish or otherwise make available in any manner, such information without written consent of Lessee.

### SECTION 8 - INGRESS AND EGRESS

- 8.1 The Lessee shall have the right of ingress and egress to and from the Leased Premises and the public landing areas at the Airport by means of connecting taxiways, to be used in common with others having rights of passage thereon, except when the Airport is closed to the public.

- 8.2 The use of any such roadway or taxiway shall be subject to the Rules and Regulations of the Airport which are now in effect or which may hereafter be promulgated. Authority may, at any time, temporarily or permanently, close or consent to or request the closing of, any such roadway or taxiway and any other way at, in or near the Leased Premises presently or hereafter used as such, so long as a reasonable means of ingress and egress as provided above remains available to the Lessee. The Lessee hereby releases and discharges the Authority, its officers, employees and agents; and all municipalities and other governmental authorities and their respective successors and assigns, of and from any and all claims, demands, or causes of action which the Lessee may now or at any time hereafter have against any of the foregoing, arising or alleged to arise out of the closing of any street, roadway or other area, provided that a reasonable means of access to the Leased Premises remains available to the Lessee whether within the Leased Premises or outside the Leased Premises at the Airport unless otherwise mandated by safety considerations or lawful exercise of police power. The Lessee shall not do or permit anything to be done which will interfere with the free access and passage of others to space adjacent to the Leased Premises or in any streets or roadways near the Leased Premises.

### **SECTION 9 - INSURANCE, DAMAGE OR DESTRUCTION**

- 9.1 To safeguard the interest of the Authority, the Lessee at its sole cost and expense shall procure and maintain throughout the term of this lease insurance protection for "all risk" coverage on the structure and improvements of which the Leased Premises is a part, to the extent of one hundred percent (100%) of the actual replacement cost thereof, in insurance companies licensed to do business in the State of Georgia. If said insurance company becomes financially incapable of performing under the terms of said policy, the Lessee shall promptly obtain a new policy issued by a financially responsible carrier and shall submit such new policy as previously provided.
- 9.1.1 The above stated property insurance shall name the Authority as Additional Insured, provide thirty (30) days notice of cancellation or material change, by registered mail, to the Office of the Airport Manager, and have a deductible amount not to exceed one thousand dollars (\$1,000.00) per occurrence.
- 9.1.2 The Lessee shall provide a copy of the above stated property insurance policy to the Office of the Airport Manager, at least seven (7) days prior to the inception of the Lease Agreement. Upon the failure of the Lessee to maintain such insurance as above provided, the Authority, at its option, may take out such insurance and charge the cost thereof to Lessee with the next installment of the monthly fee due hereunder or may declare a default hereunder pursuant to Section 19 herein.
- 9.2 In the event any improvements, insurable or uninsurable, on the Leased Premises are damaged or destroyed (except damage or destruction caused by Lessee as set forth in Section 9.6 hereof) to the extent they are unusable by Lessee for the purposes for which they were used prior to such damage, or same are destroyed, Lessee shall have the option to promptly repair, rebuild, or replace the damaged or destroyed portion of the Leased Premises as they were immediately prior to such casualty, except for requirements of construction codes, which shall be as of the time of repair or replacement, or, to restore the Leased Premises to the condition which existed immediately prior to the beginning of this Agreement. In the event the improvements or fixtures are not rebuilt or restored, then that portion of the premises will revert back to the control of the Authority, and no longer be a part of the entire premises governed under this Lease. Any portion of the premises which reverts back to the Authority in a manner described in this paragraph, must be a commercially viable portion of the premises.
- 9.3 In the event of damage or destruction to any of the improvements upon the Leased Premises, the Authority shall have no obligation to repair or rebuild the improvements or any fixtures, equipment or other personal property installed by Lessee pursuant to this Agreement. Following the expiration of 90 days after written notice to Lessee to commence repair or rebuilding or to restore the Leased Premises to the condition which existed immediately prior to the beginning of this Agreement upon, the failure of Lessee to repair or rebuild or restore, the Authority may, as agent of the Lessee, repair or rebuild such damage or destruction at the expense of Lessee which expense shall be due and payable on demand.



- 9.4 Upon completion of all the work, the Lessee shall certify by a responsible officer or authorized representative that such rebuilding and repairs have been completed, that all costs in connection therewith have been paid by the Lessee and said costs are fair and reasonable and said certification shall also include an itemization of costs. If the insurance proceeds are not sufficient the Lessee agrees to bear and pay the deficiency. Nothing herein contained shall be deemed to release the Lessee from any of its repair, maintenance, or rebuilding obligations under this lease.
- 9.5 In the event the Lessee shall, at its expense, repair and replace any and all fixtures, equipment, and other personal property necessary to properly and adequately continue its airport business on the Airport, in no event shall Lessee be obligated to provide equipment and fixtures in excess of those existing prior to such damage or destruction. During such period of repair or reconstruction, the rentals provided for elsewhere herein shall be proportionately abated during the period from the date of such damage, destruction, or loss until the same is repaired, replaced, restored or rebuilt, provided, Lessee does not use said damaged Leased Premises or the location thereof for any purposes other than the repair or rebuilding of same. Such abatement shall not exceed the actual time required for arranging for and the doing of such work. The proportional amount of reduction of rentals will be determined by the Authority. Lessee agrees that such work will be promptly commenced and prosecuted to completion with due diligence; subject to delays beyond Lessee's control.
- 9.6 In the event the improvements on the Leased Premises are damaged or destroyed by fire or other cause by reason of any act or omission of the Lessee or its employees, this Lease Agreement shall continue in full force and effect, notwithstanding the provisions of Sections 9.2, 9.3, 9.4 and 9.5 hereof, and the Lessee shall have the option to repair or rebuild the improvements so damaged or destroyed, at Lessee's own cost and expense, in a good workmanlike manner to the same standards existing at the time of the casualty, subject to applicable building codes existing at the time of repair or rebuilding, or, Lessee shall restore the Leased Premises to the condition which existed immediately prior to the beginning of this Agreement.

#### **SECTION 10 - LIABILITIES AND INDEMNITIES**

- 10.1 Authority shall not in any way be liable for any cost, liability, damage or injury, including cost of suit and reasonable expenses of legal services, claimed or recovered by any person whomsoever, or occurring on the Leased Premises, or the Airport, or as a result of any operations, works, acts or omissions performed on the Leased Premises, or the Airport, by Lessee, its sublessees or tenants, or their guest, licensees or invitees.
- 10.2 Lessee agrees to defend, indemnify, save and hold harmless, the Authority, its officers, agents, servants and employees of and from any and all costs, liability, penalties, damages and expense (including costs of suit and reasonable expenses of legal services) claimed or recovered, justly or unjustly, false, fraudulent or frivolous, by any person, firm, governmental entity or corporation by reason of injury to, or death of, any person or persons, and damage to, destruction or loss of use of any and all property, including Authority personnel and Authority property, and any claim of violation of any state, Federal or local law or regulation protecting human health or the environment, directly or indirectly arising from or resulting from, any operations, works, acts or omissions of Lessee, its agents, servants, employees, contractors, licensees, invitees, sublessees or tenants. Provided, however, that upon the filing with the Authority by anyone of a claim for damages arising out of incidents for which Lessee herein agrees to indemnify and hold the Authority harmless, the Authority shall notify Lessee of such claim and in the event that Lessee does not settle or compromise such claim, then Lessee shall undertake the legal defense of such claim both on behalf of Lessee and behalf of the Authority. It is specifically agreed, however, that the Authority at its own cost and expense, may participate in the legal defense of any such claim. Any final judgment rendered against the Authority for any cause for which Lessee is liable hereunder shall be conclusive against Lessee as to liability and amount upon the expiration of the time for appeal. This indemnity obligation shall not be construed to require Lessee to indemnify Authority for its own negligence.
- 10.3 In addition to Lessee's undertaking, as stated in this Section, and as a means of further protecting the Authority, its officers, agents, servants and employees, Lessee shall at all times during the term of this

Agreement obtain and maintain in effect liability insurance coverage as set forth in Exhibit B attached hereto and made a part hereof. In this connection, Lessee agrees to require its contractors doing work on the Airport, and Lessee's tenants and sublessees, to carry adequate insurance coverage, and if Lessee so desires, it may accomplish same by an endorsement to Lessee's policies to include such persons or parties as additional named insureds.

- 10.3.1 The Authority reserves the right to increase the minimum liability insurance requirements set forth in Exhibit B. Following thirty (30) days written notice from the Authority to Lessee, the Authority may increase the minimum liability insurance requirements when in the Authority's opinion, the risks attendant to Lessee's operations hereunder have increased commensurate with the other risks regulated by the Authority.
- 10.4 The Lessee represents that it is the owner of or fully authorized to use any and all services, processes, machines, articles, marks, names or slogans used by it in its operations under or in anywise connected with this Agreement. The Lessee agrees to defend, indemnify and save and hold the Authority, its officers, employees, agents, and representatives free and harmless of and from any loss, liability, expense, suit or claim for damages in connection with any alleged or actual infringement of any patent, trademark or copyright or arising from any alleged or actual unfair competition or other similar claim arising out of the operations of the Lessee under or in anywise connected with this Agreement.
- 10.5 The Lessee represents and warrants that no broker has been concerned on its behalf in the negotiation of this Agreement and that there is no such broker who is or may be entitled to be paid a commission in connection therewith. The Lessee shall defend, indemnify and save harmless the Authority of and from any claim for commission or brokerage made by any such broker when such claim is based in whole or in part upon any act or omission of the Lessee.

#### **SECTION 11 - RULES AND REGULATIONS**

- 11.1 From time-to-time Authority may adopt and enforce reasonable rules and regulations with respect to the occupancy and use of the Airport. Lessee agrees to observe and obey any and all rules and regulations and all other Federal, State, and municipal rules, regulations, and laws and to require its officers, agents, employees, contractors, and suppliers, to observe and obey the same. Authority reserves the right to deny access to the Airport and its facilities to any person, firm or corporation that fails or refuses to obey and comply with such rules, regulations, or laws. Lessee hereby acknowledges receipt of a current copy of such Authority rules and regulations.

#### **SECTION 12 - SIGNS**

- 12.1 Lessee shall have the right to install and maintain one or more signs on the Leased Premises identifying it and its operations, provided, however, the subject matter, type, design, number, location, and elevation of such signs, and whether lighted or unlighted, shall be subject to and in accordance with the written approval of the Authority. No sign will be approved that may be confusing to aircraft pilots or automobile drivers or other traffic or which fails to conform to the architectural scheme of the Airport or meet the requirements of the Authority.

#### **SECTION 13 - ASSIGNMENT AND SUBLEASE**

- 13.1 Lessee covenants and agrees that it will not sell, convey, transfer, mortgage, pledge or assign this Agreement or any part thereof, or any rights created thereby, without the prior written consent of the Lessor, which consent shall not be unreasonably withheld. Lessee will be allowed one (1) assignment of this Agreement, after which, a new lease will be required. Upon assignment Lessee agrees to pay the Lessor one percent (1%) of sale price.

- 13.2 Any assignment or transfer of this Agreement, or any rights of Lessee hereunder, without the consent of the Authority, shall entitle the Authority at its option to forthwith cancel this Agreement.
- 13.3 Any assignment of this Agreement approved and ratified by the Authority shall be on the condition that the assignee accepts and agrees to all of the terms, conditions, and provisions of this Agreement, and agrees to accept and discharge all of the covenants and obligations of Lessee hereunder, including but not limited to the payment of all sums due and to become due by Lessee under the terms hereof.
- 13.4 Subject to all of the terms and provisions hereof, Lessee may, with the prior written consent of the Authority, sublet a portion or portions of the Leased Premises to a person or entity that is in the opinion of the Authority compatible with Lessee's authorized airport business, but in no event shall the Lessee sublet any portion of the Leased Premises to a fixed base operator.
- 13.5 No consent by the Authority to subleasing by the Lessee of portions of the Leased Premises shall in any way relieve Lessee of any of its obligations to the Authority set forth or arising from this Agreement and a termination of Lessee's rights hereunder shall ipso facto terminate all subleases.
- 13.6 If the Lessee assigns, sells, conveys, transfers, mortgages, or pledges this Agreement or sublets any portion of the Leased Premises in violation of the foregoing provisions of this Section, or if the Leased Premises is occupied by anyone other than Lessee, Authority may collect from any assignee, tenant, sublessee or anyone who claims a right to this Agreement or who occupies the Leased Premises, any charges or fees payable by it and may apply the net amount collected to the rents herein reserved; and no such collection shall be deemed a waiver by Authority of the agreements contained in this Section nor of acceptance by Authority of any assignee, tenant, claimant or occupant, nor as a release of the Lessee by Authority from the further performance by the Lessee of the agreements contained herein.

#### SECTION 14 - CONDEMNATION

- 14.1 In the event that the Leased Premises or any material part thereof shall be condemned and taken by authority of eminent domain for any purpose during the term of this lease, rentals for that portion of the Leased Premises so taken shall be abated from the date that Lessee is dispossessed therefrom; provided, however, if, in the Lessee's judgment, the remaining portion of the Leased Premises is insufficient for Lessee's operations authorized hereunder, Lessee may terminate this Agreement and all of its rights and unaccrued obligations hereunder effective as of the date it is dispossessed of the condemned portion (or effective as of any date thereafter and within ninety (90) days of the date of such dispossession) by giving Authority thirty (30) days written notice of such termination.

#### SECTION 15 - NON-DISCRIMINATION

- 15.1 The Lessee, for it, its heirs, personal representatives, successors in interest, and assigns, as a part of the consideration hereof, does hereby covenant and agree as a covenant running with the land that in the event facilities are constructed, maintained, or otherwise operated on the Leased Premises for a purpose for which a United States Government program or activity is extended, the Lessee shall maintain and operate such facilities and services in compliance with all other requirements imposed pursuant to Title 49, Code of Federal Regulations, Department of Transportation, Subtitle A, Office of the Secretary, Part 21, Nondiscrimination in Federally-assisted programs of the Department of Transportation-Effectuation of Title VI of the Civil Rights Act of 1964, and as said Regulations may be amended.
- 15.2 The Lessee, for itself, its personal representatives, successors in interest and assigns, as a part of the consideration hereof, does hereby covenant and agree as a covenant running with the land that (1) no person on the grounds of race, color, or national origin shall be excluded from participation in, denied the benefits of, or be otherwise subjected to discrimination in the use of the Leased Premises; (2) that in the

construction of any improvements on, over, or under such land and the furnishing of services thereon, no person on the grounds of race, color, or national origin shall be excluded from participation in, denied the benefits of, or otherwise be subjected to discrimination, and (3) that the Lessee shall use the Leased Premises in compliance with all other requirements imposed by or pursuant to Title 49, Code of Federal Regulations, Department of Transportation, Subtitle A, Office of the Secretary, Part 21, Nondiscrimination in Federally-assisted programs of the Department of Transportation Effectuation of Title VI of the Civil Rights Act of 1964, and as said Regulations may be amended.

- 15.3 In this connection, the Authority reserves the right to take whatever action it might be entitled by law to take in order to enforce this provision. This provision is to be considered as a covenant on the part of the Lessee, a breach of which, continuing after notice by Authority to cease and desist, will constitute a material breach of this Agreement and will entitle the Authority, at its option, to exercise its right of termination as provided for herein, or take any action that it deems necessary to enforce compliance herewith.
- 15.4 The Lessee shall include the foregoing provisions in every agreement or concession pursuant to which any person or persons, other than the Lessee, operates any facility at the Leased Premises providing service to the public and shall include thereon a provision granting the Authority, a right to take such action as the United States may direct to enforce such covenant.
- 15.5 The Lessee shall indemnify and hold harmless Authority from any claims and demands of third persons including the United States of America resulting from the Lessee's noncompliance with any of the provisions of this Section and the Lessee shall reimburse Authority for any loss or expense incurred by reason of such noncompliance.

#### **SECTION 16 - GOVERNMENTAL REQUIREMENTS**

- 16.1 The Lessee shall procure all licenses, certificates, permits or other authorization from all governmental authorities, if any, having jurisdiction over the Lessee's operations at the Leased Premises which may be necessary for the Lessee's operations thereat.
- 16.2 The Lessee shall pay all taxes, license, certification, permit and examination fees and excise taxes which may be assessed, levied, exacted, or imposed on the Leased Premises or operation hereunder or on the gross receipts or income to Lessee therefrom, and shall make all applications, reports and returns required in connection therewith.

#### **SECTION 17 - RIGHTS OF ENTRY RESERVED**

- 17.1 The Authority, by its officers, employees, agents, representatives and contractors shall have the right at all reasonable times to enter upon the Leased Premises for any and all purposes, provided, such action by the Authority, its officers, employees, agents, representatives and contractors does not unreasonably interfere with the Lessee's use, occupancy, or security requirements of the Leased Premises.
- 17.2 Without limiting the generality of the foregoing, the Authority, by its officers, employees, agents, representatives, contractors and furnishers of utilities and other services, shall have the right, at its own cost and expense, whether for its own benefit, or for the benefit of others than the Lessee at the Airport, to maintain existing and future utility, mechanical, electrical and other systems and to enter upon the Leased Premises at all reasonable times to make such repairs, replacements or alterations thereto, as may, in the opinion of the Authority, be deemed necessary or advisable, and from time to time to construct or install over, in or under the Leased Premises such systems or parts thereof and in connection with such maintenance use the Leased Premises for access to other parts of the Airport otherwise not conveniently accessible, provided, however, that in the exercise of such right of access, repair, alteration or new construction, the Authority shall not unreasonably interfere with the actual use and occupancy of the Leased Premises by the Lessee. It is specifically understood and agreed that the reservation of the aforesaid right by the Authority shall not impose or be construed to impose upon the Authority any

obligation to repair, replace or alter any utility service lines now or hereafter located on the Leased Premises for the purpose of providing utility services only to the Leased Premises.

- 17.3 In the event that any personal property of Lessee shall obstruct the access of the Authority, its officers, employees, agents or contractors, or the utility company furnishing utility service to any of the existing utility, mechanical, electrical and other systems, and thus shall interfere with the inspection, maintenance or repair of any such system, Lessee shall move such property, as directed by the Authority or said utility company, in order that access may be had to the system or part thereof for inspection, maintenance or repair. If Lessee shall fail to so move such property after direction from Authority or said utility company to do so, the Authority or the utility company may move it, and the Lessee hereby agrees to pay the cost of such moving upon demand, and further Lessee hereby waives any claim for damages as a result therefrom, except for claims for damages arising from the Authority's sole negligence.
- 17.4 At any reasonable time, and from time to time during the ordinary business hours, the Authority, by its officers, agents, and employees, whether or not accompanied by a prospective lessee, occupier, or user of the Leased Premises, shall have the right to enter thereon for the purpose of exhibiting and viewing all parts of the same, subject to Lessee's reasonable security requirements.
- 17.5 Exercise of any or all of the foregoing rights, by the Authority, or others under right of the Authority, shall not be, nor be construed to be, an eviction of Lessee, nor be made the grounds for any abatement of rental nor any claim or demand for damages, consequential or otherwise.

#### **SECTION 18 - ADDITIONAL RENTS AND CHARGES**

- 18.1 Except as provided in Section 5.3 (b), in the event Lessee fails within thirty (30) days after receipt of written notice from Authority to perform or commence to perform any obligation required herein to be performed by Lessee, Authority may enter the Leased Premises (without such entering causing or constituting a cancellation of this Agreement or an interference with the possession of such Leased Premises by Lessee) and do all things reasonably necessary to perform such obligation, charging to Lessee the cost and expense thereof, and Lessee agrees to pay to the Authority upon demand such charge in addition to other amounts payable by Lessee hereunder. Provided, however, that if Lessee's failure to perform any such obligation endangers the safety of the public or employees or property of the Authority, or other tenants of the Airport, and Authority so states in its notice to Lessee, the Authority may perform such obligation of Lessee at any time after the giving of such notice, and charge to the Lessee the reasonable cost and expense thereof which Lessee shall pay upon demand.
- 18.2 If the Authority elects to pay any sum or sums or incur any obligation or expense by reason of the failure, neglect or refusal of Lessee to perform or fulfill any one or more of the conditions, covenants or agreements contained in this Agreement, or as the result of any act or omission of Lessee contrary to said conditions, covenants or agreements, Lessee hereby agrees to pay the sum or sums so paid or expense so incurred by the Authority as the result of such failure, neglect or refusal of Lessee, including interest, not to exceed the greater of fifteen percent (15%) per annum or the rate which is four percent (4%) per annum above the prime rate as published by the Wall Street Journal, together with all costs, damages and penalties. In such event, the total of such amounts may be added to any installment of rent thereafter due hereunder, and each and every part of the same shall be and become additional rent recoverable by the Authority in the same manner and with like remedies as if it were originally a part of the rent provided for in this Agreement.

#### **SECTION 19 - TERMINATION**

- 19.1 In the event of a default on the part of Lessee in the payment of rents, or any other charges required by this Agreement to be paid to the Authority, the Authority shall give written notice to Lessee of such default, and may demand the cancellation of this Agreement, or the correction thereof. If, within fifteen (15) days after the date Authority gives such notice, Lessee has not corrected said default, and paid the delinquent amount

- in full, this Agreement and all rights and privileges granted hereby in and to the Leased Premises shall terminate.
- 19.2 This Agreement together with all rights and privileges granted in and to the Leased Premises shall terminate automatically, upon the happening of any one or more of the following events:
- 19.2.1 the filing by Lessee of a voluntary petition in bankruptcy, or any assignment for benefit of creditors of all or any part of Lessee's assets; or,
- 19.2.2 any institution of proceedings in bankruptcy against Lessee; provided, however, that the Lessee may defeat such termination if the petition is dismissed within thirty (30) days after the institution thereof; or,
- 19.2.3 The filing of a petition requesting a court to take jurisdiction of Lessee or its assets under the provisions of any Federal reorganization act; or
- 19.2.4 The filing of a request for the appointment of a receiver or trustee of Lessee's assets by a court of competent jurisdiction, or the request for the appointment of a receiver or trustee of Lessee's assets by a voluntary agreement with Lessee's creditors; or,
- 19.2.5 The abandonment by Lessee of the conduct of its authorized Airport business at the Airport, and in this connection suspension of operations for a period of sixty (60) days will be considered abandonment in the absence of a satisfactory explanation which is accepted in writing by the Authority.
- 19.2.6 The provisions of section 19.2.1 shall not apply to the pledge of all or any part of Lessee's assets as security for financing for the construction, operation, maintenance, and repair of Lessee's improvements.
- 19.3 Upon the default by Lessee in the performance of any covenant or conditions required to be performed by Lessee, and the failure of Lessee to remedy such default for a period of thirty (30) days after receipt from the Authority of written notice to remedy the same (except as otherwise provided in Section 5.3 (b) above) and, except default in the timely payment of any money due the Authority, the Authority shall have the right to cancel this Agreement for such cause.
- 19.4 Upon the default of Lessee, and the giving of notice by the Authority to cancel this Agreement as provided for elsewhere herein, said notice of cancellation shall be final; provided however, that should the Authority determine that Lessee is diligently remedying such default to completion, and so advises Lessee in writing, said notice of cancellation may be held in abeyance. If, however, the Authority determines that such default is no longer being diligently remedied to conclusion, the Authority shall so advise Lessee in writing, and said notice of cancellation shall no longer be held in abeyance for any reason and shall become final without further notice to Lessee. The determination of the Authority in this regard shall in all events be conclusive and binding upon Lessee.
- 19.5 Upon the cancellation or termination of this Agreement for any reason, all rights of the Lessee, tenants and any other persons in possession shall terminate, including all rights or alleged rights of creditors, trustees, assigns, and all others similarly so situated as to the Leased Premises. Upon said cancellation or termination of this Agreement for any reason, the Leased Premises, except for such personal property which may be removed from said Leased Premises as provided for elsewhere herein, shall be free of all encumbrances and all claims of Lessee, its tenants, creditors, trustees, assigns and all others, and the Authority shall have immediate right of possession to the Leased Premises.
- 19.6 Failure by the Authority to take any authorized action upon default by Lessee of any of the terms, covenants or conditions required to be performed, kept, and observed by Lessee shall not be construed to be, nor act as, a waiver of said default nor of any subsequent default of any of the terms, covenants and conditions contained herein to be performed, kept, and observed by Lessee. Acceptance of rentals by the Authority under the terms hereof, for any period or periods after a default by Lessee of any of the terms,

covenants and conditions herein required to be performed, kept, and observed by Lessee shall not be deemed a waiver or estoppel of any right on the part of the Authority to cancel this Agreement for any subsequent failure by Lessee to so perform, keep or observe any of said terms, covenants, or conditions.

**SECTION 20 - TERMINATION BY LESSEE**

- 20.1 In addition to any other right or cancellation herein given to Lessee, or any other rights to which it may be entitled to by law, equity or otherwise, as long as Lessee is not in default in payment to Authority of any amounts due Authority under this Agreement, Lessee may cancel this Agreement and thereby terminate all of its rights and unaccrued obligations hereunder, by giving Authority written notice upon or after the happening of the following events:
- 20.1.1 issuance by a court of competent jurisdiction of an injunction which in any way substantially prevents or restrains the use of the Leased Premises, or any part thereof necessary to Lessee's business operations on the Airport, and which injunction remains in force for a period of at least thirty (30) days after the party against whom the injunction has been issued has exhausted or abandoned all appeals or one hundred twenty (120) days whichever is shorter, if such injunction is not necessitated by or issued as a result of an act or omission of Lessee; or
- 20.1.2 The assumption by the United States Government, or any authorized agency thereof, of the operation, control or use of the Airport and its facilities, or any substantial part thereof, in such a manner as to substantially restrict Lessee from operating its authorized Airport business for a continuous period of at least ninety (90) days.

**SECTION 21 - SURRENDER AND RIGHT OF RE-ENTRY**

- 21.1 Upon the cancellation or termination of this Agreement pursuant to any terms hereof, Lessee agrees peaceably to surrender up and quit claim the Leased Premises to the Authority in the same condition as they are at the time of the commencement of the term hereof, and as they may hereafter be repaired and improved by Lessee; save and except, (a) such normal wear and tear thereof as could not have been prevented by ordinary and usual repairs and maintenance, (b) obsolescence in spite of repair, and (c) damage to or destruction of the leasehold improvements for which insurance proceeds are received by the Authority. Upon such cancellation or termination, the Authority may re-enter and repossess the Leased Premises together with all improvements and additions thereto, or pursue any remedy permitted by law for the enforcement of any of the provisions of this Agreement, at Authority's election. Furthermore, upon such cancellation or termination, and for a reasonable time thereafter (not exceeding thirty (30) days after such cancellation or termination, and for which period Lessee will pay to the Authority current lease rentals), or during the term of this Agreement, if Lessee is not in default in rentals or any other charges or obligations due the Authority, Lessee shall have the right to remove its personal property, fixtures and trade equipment which it may have on the Leased Premises, provided the removal thereof does not impair, limit or destroy the utility of said Leased Premises or building for the purpose for which they were constructed or improved, and provided, further, that Lessee repairs all damages that might be occasioned by such removal, and restores the building and site to the condition above required.

**SECTION 22 - SERVICES TO LESSEE**

- 22.1 Authority covenants and agrees that during the term of this Agreement it will operate the Airport as such for the use and benefit of the public provided, however, that the Authority may prohibit or limit any given type, kind, or class of aeronautical use of the Airport if such action is necessary for the safe operation of the Airport or necessary to serve the civil aviation needs of the public. The Authority further agrees to use its best efforts to maintain the runways and taxiways in good repair. Authority agrees to keep in good repair hard-surfaced public roads for access to the Leased Premises. Authority also agrees to maintain its water and sanitary sewer facilities in areas designated for utilities or easements adjacent to the Leased Premises for access thereto by Lessee in accordance with Authority Ordinances governing same.
- 22.2 Lessee will contract with and obtain all required permits from the appropriate Authority Departments for any utility services provided by Authority, paying any required connection fees, including those to be paid



by owners, and all such services will be provided at rates and on terms and conditions established by the Authority for similar users in the Authority.

- 22.3 Lessee will also contract with the furnishers of all other utilities for the furnishing of such services to the Leased Premises and shall pay for all water, gas, electricity, sanitary sewer service, other utilities, telephone, burglary, and fire protection services furnished to the Leased Premises.

### **SECTION 23 - SURVIVAL OF THE OBLIGATIONS OF THE LESSEE**

- 23.1 In the event that the Agreement shall have been terminated in accordance with a notice of termination as provided in Section 19 hereof, all the obligations of the Lessee under this Agreement shall survive such termination, re-entry, regaining or resumption of possession and shall remain in full force and effect for the full term of this Agreement, and the amount or amounts of damages or deficiency shall become due and payable to Authority to the same extent, at the same time or times, and in the same manner as if no termination, re-entry, regaining or resumption of possession had taken place. Authority may maintain separate actions each month to recover the damage or deficiency then due or at its option and at any time may sue to recover the full deficiency less the proper discount, for the entire unexpired term of the Agreement.
- 23.2 The amount of damages for the period of time subsequent to termination (or re-entry, regaining or resumption of possession) on account of the Lessee's rental obligations, shall be the sum of the following:
- 23.2.1 the amount of the total of all installments thereof payable prior to the effective date of termination except that the credit to be allowed for the installment payable on the first (1st) day of the month in which the termination is effective shall be prorated for the part of the month the Agreement remains in effect on the basis of the total days in the month;
- 23.2.2 an amount equal to all expenses incurred by Authority in connection with regaining possession, restoring the Leased Premises, acquiring a new lease for the Leased Premises, legal expenses (including but not limited to attorney's fees), putting the Leased Premises in order, maintenance, and brokerage fees.
- 23.2.3 an amount equal to any deficiency for the remaining term of the Lease, computed in accordance with the provisions of Section 23.1.

### **SECTION 24 - USE SUBSEQUENT TO CANCELLATION OR TERMINATION**

- 24.1 The Authority, upon termination or cancellation pursuant to Section 19 hereof, may occupy the Leased Premises or may enter into an agreement with another lessee and shall have the right to permit any person, firm, or corporation to enter upon the Leased Premises and use the same. Such use may be of part only of the Leased Premises or of the entire Leased Premises, together with other premises, and for a period of time the same as or different from the balance of the term hereunder remaining, and on terms and conditions the same as or different from those set forth in this Agreement.
- 24.2 Authority shall also, upon said termination or cancellation, or upon re-entry, regaining or resumption of possession, have the right to repair and to make structural or other changes in the Leased Premises, including changes which alter its character and the suitability thereof for the purpose of the Lessee under this Agreement, without affecting, altering or diminishing the obligations of the Lessee hereunder, provided, that any structural changes shall not be at Lessee's expense.
- 24.3 In the event either of use by others or of any actual use and occupancy by Authority, there shall be credited to the account of the Lessee against its survived obligations hereunder any net amount remaining after deducting from the amount actually received from any lessee, licensee, permittee or other occupier in connection with the use of the said Leased Premises or portion thereof during the balance of the term of use

and occupancy as the same is originally stated in this Agreement, or from the market value of the occupancy of such portion of the Leased Premises as Authority may itself during such period actually use and occupy, all expenses, costs and disbursements incurred or paid by Authority in connection therewith. No such use and occupancy shall be or be construed to be an acceptance of a surrender of the Leased Premises, nor shall such use and occupancy constitute a waiver of any rights of Authority hereunder. Authority will use its best efforts to minimize damages to Lessee under this Section.

#### **SECTION 25 - LIMITATION OF RIGHTS AND PRIVILEGES GRANTED**

- 25.1 Except the exclusive right of Lessee to possession of the Leased Premises, no exclusive rights at the Airport are granted by this Agreement and no greater rights or privileges with respect to the use of the Leased Premises or any part thereof are granted or intended to be granted to the Lessee by this Agreement, or by any provision thereof, than the rights and privileges expressly and specifically granted hereby.

#### **SECTION 26 - NOTICES**

- 26.1 All notices, consents and approvals required or desired to be given by the parties hereto shall be sent in writing, and shall be deemed sufficiently given when same is deposited in the United States Mail, sufficient postage prepaid, registered or certified mail, return receipt requested, addressed to the recipient at the address set forth below:

To Authority:     Airport Manager  
                           Newnan Coweta County Airport Authority  
                           115 Airport Rd.  
                           Newnan, GA 30263

and

To:     LH CONSTRUCTION GROUP, INC  
           P.O. Box 1087  
           Newnan, GA 30264

- 26.2 Such addresses shall be subject to change from time to time to such other addresses as may have been specified in written notice given by the intended recipient to sender.

#### **SECTION 27 - HOLDING OVER**

- 27.1 No holding over by Lessee after the termination of this lease shall operate to extend or renew this lease for any further term whatsoever; but Lessee will by such holding over become a tenant at will of the Authority after written notice by the Authority to vacate such premises. Continued occupancy thereof by Lessee shall constitute Lessee a trespasser.
- 27.2 Any holding over by Lessee beyond the thirty (30) day period permitted for removal of fixtures without the written consent of the Authority shall make the Lessee liable to the Authority for damages equal to double the rentals provided for herein and which were in effect at the termination of the lease.
- 27.3 All insurance coverage that Lessee is required under the provisions hereof to maintain in effect shall continue in effect for so long as Lessee, or any of Lessee's sublessees or tenants occupy the Leased Premises or any part thereof.

### SECTION 28 - INVALID PROVISIONS

- 28.1 The invalidity of any provisions, articles, paragraphs, portions, or clauses of this Agreement shall have no effect upon the validity of any other part or portion hereof, so long as the remainder shall constitute an enforceable Agreement.

### SECTION 29 - MISCELLANEOUS PROVISIONS

#### Remedies to be Nonexclusive.

- 29.1 All remedies provided in this Agreement shall be deemed cumulative and additional and not in lieu of, or exclusive of, each other, or of any other remedy available to the Authority, or Lessee, at law or in equity, and the exercise of any remedy, or the existence herein of other remedies or indemnities shall not prevent the exercise of any other remedy.

#### Non-Waiver of Rights.

- 29.2 The failure by either party to exercise any right, or rights accruing to it by virtue of the breach of any covenant, condition, or agreement herein by the other party shall not operate as a waiver of the exercise of such right or rights in the event of any subsequent breach by such other party, nor shall other party be relieved thereby from its obligations under the terms hereof.

#### Force Majeure.

- 29.3 Neither party shall be deemed in violation of this Agreement if it is prevented from performing any of its obligations hereunder by reason of labor disputes, acts of God, acts of the public enemy, acts of superior governmental authority or other circumstances for which it is not responsible or which is not in its control provided, however, that this section shall not excuse Lessee from paying the rentals herein specified. Notwithstanding the language in this subparagraph in the event of emergency wherein the Federal Airport Authority orders the cessation of flight operations out of the Newnan-Coweta airport which exceeds ninety (90) days, Lessee may be excused from any rental obligations until the Federal Airport Authority resumes flight operations at said airport.

#### Non-liability of Individuals.

- 29.4 No director, officer, agent, or employee of either party hereto shall be charged personally or held contractually liable by or to the other party under any term or provision of this Agreement or of any supplement, modification, or amendment to this Agreement because of any breach thereof, or because of his or their execution or attempted execution of the same.

#### Quiet Enjoyment

- 29.5 The Authority covenants that as long as Lessee is not in default of any provision of this Agreement, Lessee shall and may peaceably and quietly have, hold, and enjoy the Leased Premises exclusively to it during the term hereof unless sooner canceled as provided in this Agreement.

#### General Provisions

- 29.6 Lessee shall not use, or permit the use of, the Leased Premises, or any part thereof, for any purpose or use other than those authorized by this Agreement.
- 29.7 This Agreement shall be performable and enforceable in Newnan, Georgia, and shall be construed in accordance with the laws of the State of Georgia.
- 29.8 This Agreement is made for the sole and exclusive benefit of the Authority and Lessee, their successors and assigns, and is not made for the benefit of any third party.
- 29.9 In the event of any ambiguity in any of the terms of this Agreement, it shall not be construed for or against any party hereto on the basis that such party did or did not author the same.
- 29.10 All covenants, stipulations and agreements in this Agreement shall extend to and bind each party hereto, its legal representatives, successors and assigns.

- 29.11 The titles of the several articles of this Agreement are inserted herein for convenience only, and are not intended and shall not be construed to affect in any manner the terms and provisions hereof, or the interpretation or construction thereof.
- 29.12 Nothing herein contained shall create or be construed to creating a co-partnership between the Authority and the Lessee or to constitute the Lessee an agent of the Authority. The Authority and the Lessee each expressly disclaim the existence of such a relationship between them.
- 29.13 All disputes and controversies of every kind and nature between the parties to this agreement arising out of or in connection with this agreement as to the existence, construction, validity, interpretation or meaning, performance, non-performance, enforcement, operation, breach, continuance, or termination thereof, including damages, shall be settled by binding arbitration conducted at the offices of the American Arbitration Association located in Atlanta, Georgia, at a date and time noticed by the arbitrators, in accordance with the commercial arbitration rules then in effect of the American Arbitration Association. All matters submitted to arbitration shall be submitted to two disinterested and competent persons, mutually chosen, who shall select a third, whose award shall be conclusive and binding on both parties and judgment thereon may be entered in any court of competent jurisdiction. If the parties cannot mutually agree on two arbitrators within ten (10) days after a demand for arbitration is given, the American Arbitration Association shall select the two arbitrators who shall select a third. The parties stipulate and agree that the provisions of this agreement as to the arbitration shall be a complete defense to any suit, action, or proceeding instituted in any federal, state, or local court, or before any administrative tribunal with respect to any controversy or dispute arising during the period of this agreement; provided that nothing herein prohibits a party from bringing an action to enforce the arbitration provision hereof. The arbitration provisions of this agreement shall, with respect to controversies or disputes, survive the termination or expiration of this agreement. Nothing contained in this agreement shall be deemed to give the arbitrators any authority, power, or right to alter, change, amend, modify, add to or subtract from any of the provisions of this agreement. Either party may demand arbitration in writing by giving the other party thirty (30) days notice. The arbitrator, as part of the arbitration award, shall determine which party or parties pay the costs of arbitration.

### **SECTION 30 - SUBORDINATION CLAUSES**

- 30.1 This Agreement is subject and subordinate to the following:
- 30.1.1 Authority reserves the right to develop and improve the Airport as it sees fit, regardless of the desires or view of Lessee, and without interference or hindrance by or on behalf of Lessee, provided, Lessee is not deprived of the use of or access to the Leased Premises.
- 30.1.2 Authority reserves the right to take any action it considers necessary to protect the aerial approaches to the Airport against obstruction, together with the right to prevent Lessee from erecting or permitting to be erected any building or other structure on the Airport which, in the opinion of the Authority, would limit the usefulness of the Airport or constitute a hazard to aircraft.
- 30.1.3 This Agreement is and shall be subordinate to the provisions of existing and future agreements between Authority and the United States relative to the operation or maintenance of the Airport, the execution of which has been or may be required as a condition precedent to the obtaining or expenditure of Federal funds for the benefit of the Airport.
- 30.1.4 During the time of war or national emergency, Authority shall have the right to lease all or any part of the landing area or of the Airport to the United States for military or naval use, and if any such lease is executed, the provisions of this Agreement insofar as they may be inconsistent with the provisions of such lease to the Government, shall be suspended, but such suspension shall not extend the term of this Agreement. Abatement of rentals shall be determined by the Authority in proportion to the degree of interference with Lessee's use of the Leased Premises.

- 30.1.5 Except to the extent required for the performance of any obligations of Lessee hereunder, nothing contained in this Agreement shall grant to the Lessee any rights whatsoever in the airspace above the Leased Premises other than those rights where subject to Federal Aviation Administration rules, regulations, and orders currently or subsequently effective.

**SECTION 31 - ENTIRE AGREEMENT**

- 31.1 This Agreement consists of Sections 1 to 31, inclusive, and Exhibit A, Exhibit B, and Exhibit C.
- 31.2 This Agreement constitutes the entire Agreement of the parties hereto and may not be changed, modified, discharged, or extended except by written instrument duly executed by the Authority and the Lessee. The parties agree that no representations or warranties shall be binding upon the Authority or the Lessee unless expressed in writing in this Agreement of Lease.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement.

Signed, sealed, and delivered NEWNAN COWETA COUNTY AIRPORT AUTHORITY by Newnan Coweta County Airport Authority the presence of:

\_\_\_\_\_  
Unofficial Witness

BY: \_\_\_\_\_  
Mr. Joseph Rutkiewicz, Chairman

\_\_\_\_\_  
Notary Public  
Commission Expires: \_\_\_\_\_  
(SEAL)

ATTESTED  
BY: \_\_\_\_\_

(CORPORATE SEAL)

LESSEE

Signed, sealed and delivered  
by LESSEE  
In the presence of:

\_\_\_\_\_  
Unofficial Witness

BY: \_\_\_\_\_  
ITs

\_\_\_\_\_  
Notary Public  
Commission Expires: \_\_\_\_\_  
(SEAL)

ATTESTED  
BY: \_\_\_\_\_

(CORPORATE SEAL)

Attachment: 2024.LandLease.LHConstructionGroupInc VER2 (14386 : New Construction Lease Agreement with LH Construction Group, Inc.)







**EXHIBIT B**  
**Insurance**

Lessee in its own name as insured and, at its sole cost and expense, shall secure, and maintain in continuous effect during the term of this Agreement, insurance policies issued by an insurance carrier licensed to do business in the State of Georgia providing for:

- (1) Comprehensive General Liability Insurance. Combined Single limits including Bodily Injury and Property Damage with limits of \$1,000,000 for each occurrence, personal and advertising injury with a limit of \$1,000,000 per occurrence and \$2,000,000 general and products/completed operations aggregates. General Liability should include premises/operations coverage and products and completed operations coverage.
- (2) Auto Liability – including Owner, hired, and non-owned vehicles with Combined Single limits including Bodily injury and Property damage of \$500,000 for each occurrence.
- (3) Umbrella Excess Liability Insurance: Contractor shall carry umbrella excess liability including Auto, General Liability and Workers’ Compensation in the amount of \$1,000,000 over existing primary insurance and over self-insured hazards.
- (4) If Lessee has its own fuel tanks, Environment Impairment Liability and/or Pollution Liability - \$1,000,000 per occurrence.
- (5) Workers’ Compensation: As required by law.

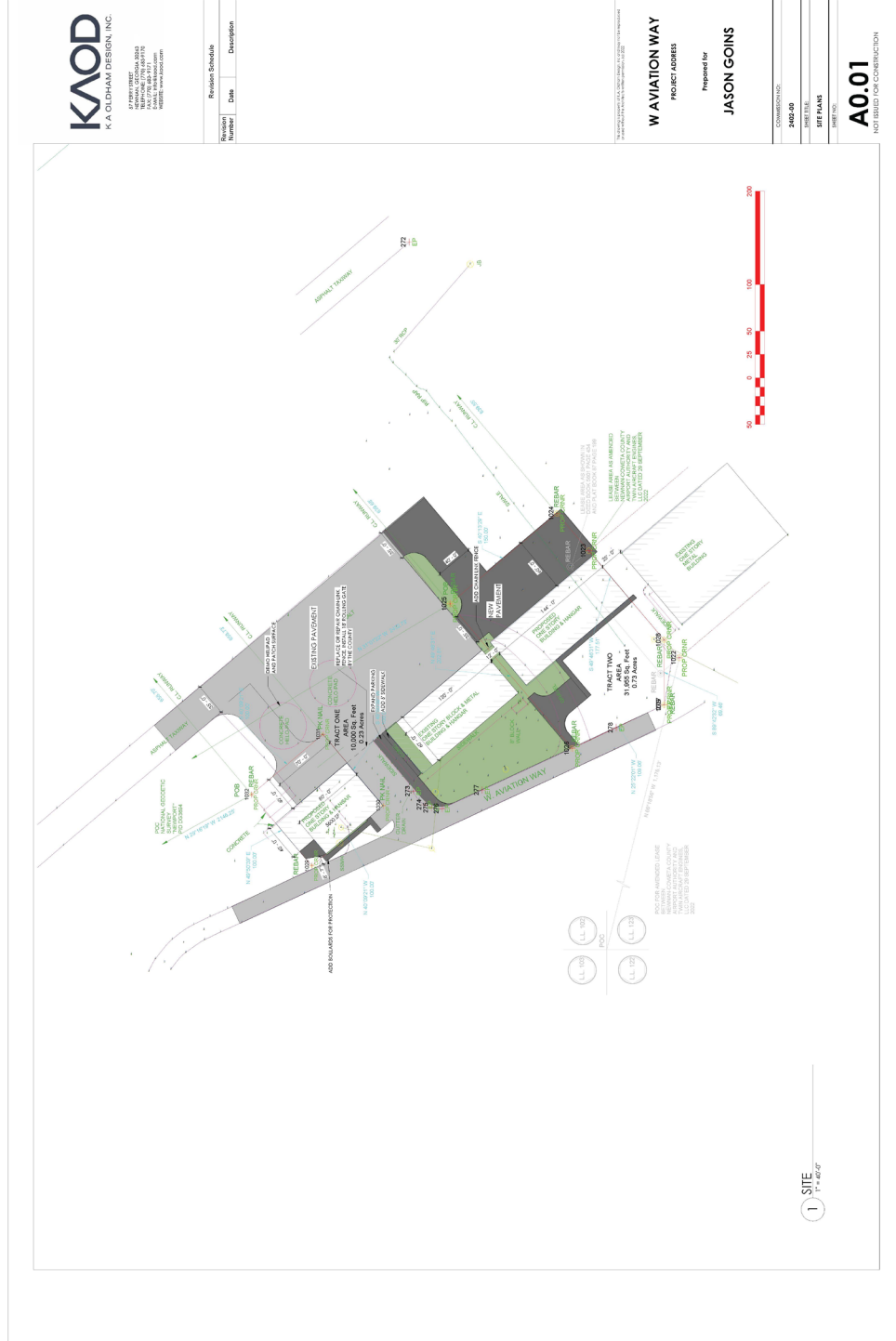
All of the above policies must be occurrence based. Authority and Coweta County shall be named as an additional insured on all policies. The policies shall contain provisions that the coverage provided by said policies shall be primary to any insurance maintained by or for the benefit of Authority or Coweta County provide that the carrier issuing the certificate shall notify Authority thirty (30) days in advance of any cancellation or material change in the terms or coverage of such insurance policies. Said insurance shall in fact be primary to any insurance maintained by or for the benefit of Authority or Coweta County.

Lessee shall provide Authority with the Policies and Certificates indicating proof of the foregoing insurance coverages. The failure of the Lessee to obtain or maintain such insurance coverage shall not relieve the Lessee from any liability arising from this Agreement nor any such liability be limited to the liability insurance coverage provided for herein.

Notwithstanding the above, any such certificate naming an insurance carrier not having at least an “A” rating by A.M. Best & Company, shall be referred to the Airport Manager for review and recommendation.

**EXHIBIT C**

List of facilities and budget to include building, ramps, landscaping, and site prep to be completed by Lessee.

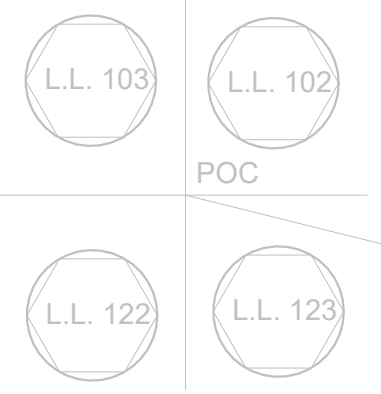
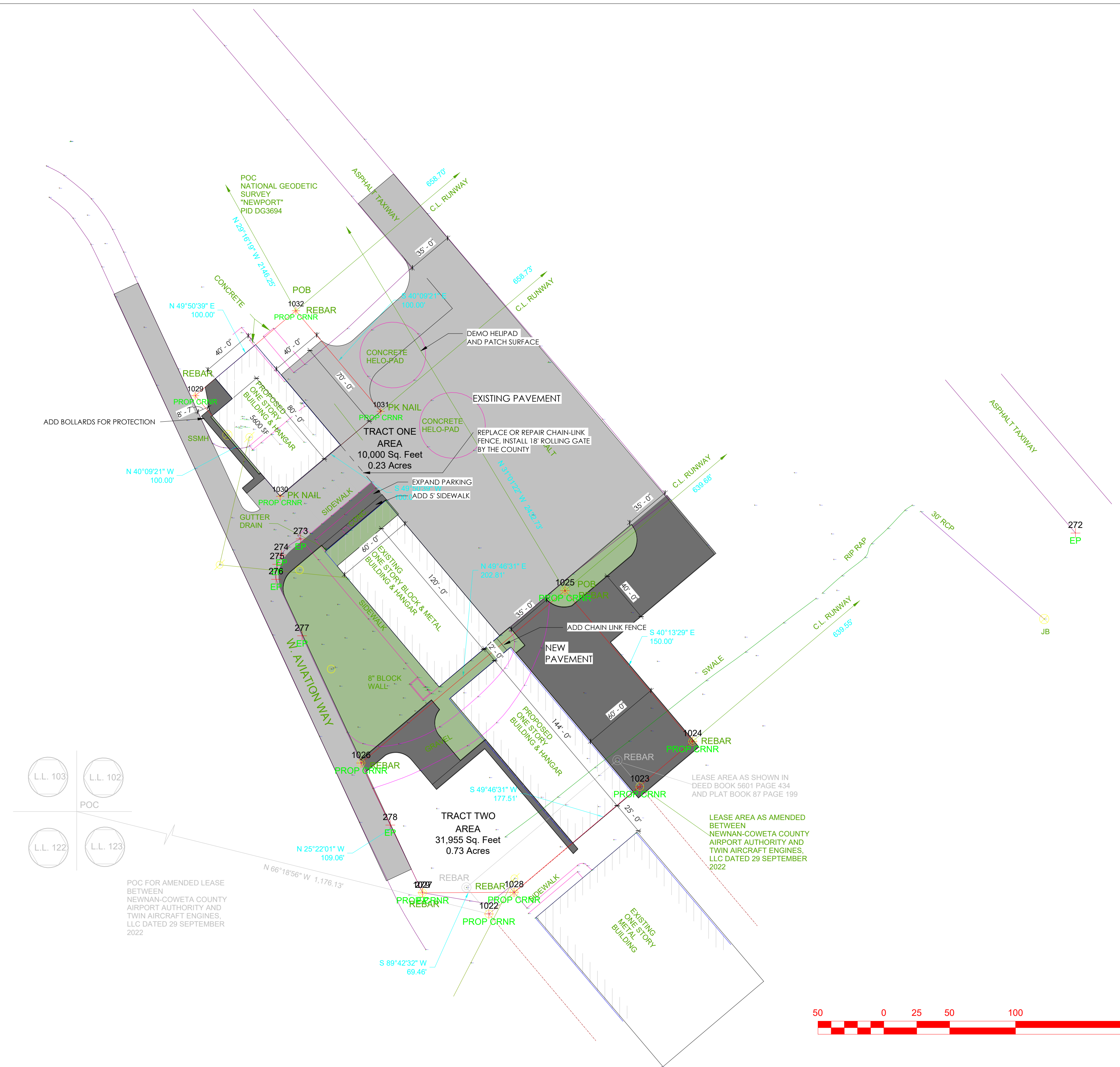




57 PERRY STREET  
NEWNAN, GEORGIA 30263  
TELEPHONE: (770) 683-9170  
FAX: (770) 683-9171  
E-MAIL: info@kaod.com  
WEBSITE: www.kaod.com

Revision Schedule

Revision Number	Date	Description



POC FOR AMENDED LEASE BETWEEN NEWNAN-COWETA COUNTY AIRPORT AUTHORITY AND TWIN AIRCRAFT ENGINES, LLC DATED 29 SEPTEMBER 2022



1 SITE  
1" = 40'-0"

W AVIATION WAY

PROJECT ADDRESS

Prepared for

JASON GOINS

COMMISSION NO:

2402-00

SHEET TITLE:

SITE PLANS

SHEET NO:

A0.01

NOT ISSUED FOR CONSTRUCTION

## Letter of Intent

September 6, 2023

Mr. Calvin Walker  
Newnan Coweta County Airport  
115 Airport Rd Box 2  
Newnan, GA 30263

### **RE: Newnan Coweta County Airport**

Dear Mr. Walker:

Avion GA, LLC would like to submit the following "Letter of Intent" to lease a portion of the Newnan Coweta County Airport.

#### **Premises:**

Unimproved Land: TBD

Improved Land: N/A

Office Area: N/A

Hangar Area: A single 6 bay building approximately 50'x 288'

Please see Exhibit "A". [attach a site plan showing the property]

#### **Term:**

30 Years

#### **Option to Extend:**

Lessee shall have the right to extend the lease for two, five-year periods. The rental rate for each extension shall be at the then current market rate as published for the airport.

#### **Rental Rate:**

Unimproved Land: \$0.30/sqft

Improved Land: N/A

Office Area: N/A

Hangar Area: N/A

The base rental rate shall be increased annually by the increase in the CPI index.

#### **Fees: [list those applicable, delete others]**

#### **Type of Lease:**

All leases are NET-NET-NET, which require the Lessee to pay for the cost of utilities, janitorial, trash

Mr. Calvin Walker

Page 2

**Insurance Requirements:**

Lessee in its own name as insured and, at its sole cost and expense, shall secure, and maintain in continuous effect during the term of this Agreement, insurance policies issued by an insurance carrier licensed to do business in the State of Georgia providing for:

- (1) Comprehensive General Liability Insurance. Combined Single limits including Bodily Injury and Property Damage with limits of \$1,000,000 for each occurrence, personal and advertising injury with a limit of \$1,000,000 per occurrence and \$2,000,000 general and products/completed operations aggregates. General Liability should include premises/operations coverage and products and completed operations coverage.
- (2) Auto Liability – including Owner, hired, and non-owned vehicles with Combined Single limits including Bodily injury and Property damage of \$500,000 for each occurrence.
- (3) Umbrella Excess Liability Insurance: Contractor shall carry umbrella excess liability including Auto, General Liability and Workers’ Compensation in the amount of \$1,000,000 over existing primary insurance and over self-insured hazards.
- (4) If Lessee has its own fuel tanks, Environment Impairment Liability and/or Pollution Liability - \$1,000,000 per occurrence.
- (5) Workers’ Compensation: As required by law.

All of the above policies must be occurrence based. Authority and Coweta County shall be named as an additional insured on all policies. The policies shall contain provisions that the coverage provided by said policies shall be primary to any insurance maintained by or for the benefit of Authority or Coweta County provide that the carrier issuing the certificate shall notify Authority thirty (30) days in advance of any cancellation or material change in the terms or coverage of such insurance policies. Said insurance shall in fact be primary to any insurance maintained by or for the benefit of Authority or Coweta County.

Lessee shall provide Authority with the Policies and Certificates indicating proof of the foregoing insurance coverages. The failure of the Lessee to obtain or maintain such insurance coverage shall not relieve the Lessee from any liability arising from this Agreement nor any such liability be limited to the liability insurance coverage provided for herein.

Notwithstanding the above, any such certificate naming an insurance carrier not having at least an “A” rating by A.M. Best & Company, shall be referred to the Airport Manager for review and recommendation.

**Uses:**

Aircraft Storage

**Lease Commencement:**

The Lease shall commence upon completion of airfield access (taxiways), road, and necessary utilities to be completed by Airport Authority.

**Security Deposit:**

None

**Prepaid Rent:**

None

*Newnan-Coweta County Airport*

Mr. Calvin Walker

Page 3

**Lessee Improvements:**

Lessor shall be responsible for providing to Lessee the following improvements at its sole cost and expense:

1. Airfield access (taxiways to runway), road, and necessary utilities to site

Lessee shall be responsible for the following improvements to the premises, which shall be included in the Lease as Exhibit C:

1. A single 6 bay aircraft storage building approximately 50' x 288'.

**Development**

Lessee shall develop the premises in accordance with the following:

1. [If this is a new development, briefly describe the Lessee's proposed development plan for the property]

Lessee shall have three (3) months from signature of the Lease document to submit plans for approval to the Airport Authority, and eight (8) months from signature to begin construction of the project. In the event that the project is not started within that time period, Lessee shall pay to Lessor a penalty equal to 20% of the base rent, payable per month, until the project is started.

Lessee shall have twelve (12) months from signature of the Lease document to complete construction of the project. In the event that the project is not completed with the project (defined as the Certificate of Occupancy) within that time period, Lessee shall pay to Lessor a penalty equal to 50% of the base rent payable per month until the project is completed.

In the event the project is not completed within twelve (12) months of the Lease signature date, Lessor will have the option to a) cancel the Lease, or b) require the Lessee to pay as additional rent an amount equal to 100% of the base rent payable.

**Parking:**

Lessee shall provide as part of their leasehold spaces for parking and spaces for Handicap Parking in compliance with local regulation and building requirements.

**Remarks:**

This Proposal is an outline of the major lease points only and is not a binding legal agreement to lease. Neither party shall have any legal obligation nor liability to the other with respect to the matters set forth in this Proposal until a lease is executed by both parties and approved by the appropriate governing authority.

This Letter of Intent shall expire 3/6/2024. Please respond in writing to the undersigned by that time.

Mr. Calvin Walker  
Page 4

AGREED AND ACCEPTED  
**LESSEE**



By \_\_\_\_\_ Title: Member

Date: September 6, 2023

**LESSEE** 

By \_\_\_\_\_ Title: Member Date: September 6, 2023

Sincerely,

Jason Goins & Holly Escude  
Avion GA, LLC  
Lessee

\_\_\_\_\_  
*Newnan-Coweta County Airport*

Attachment: 2024.LandLease.LHConstructionGroupInc VER2 (14386 : New Construction Lease Agreement with LH Construction Group, Inc.)

### EXHIBIT A

\*Approximate location final TBD

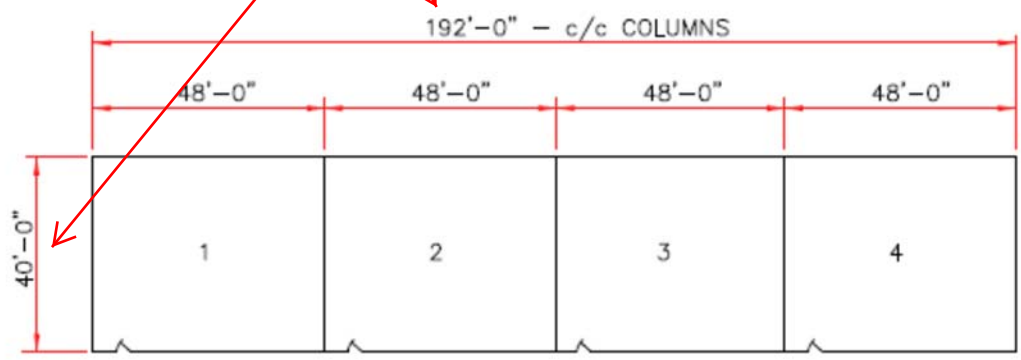


### EXHIBIT C



Mr. Calvin Walker  
Page 6

Layout and dimensions  
to be modified to fit site  
as needed



PLAN VIEW



ACCESS DOOR (TYP.)

FRONT ELEVATION

Attachment: 2024.LandLease.LHConstructionGroupInc VER2 (14386 : New Construction Lease Agreement with LH Construction Group, Inc.)

**From:** [Rutkiewicz, Joe](#)  
**To:** [jgoins@lhconstructiongroup.com](mailto:jgoins@lhconstructiongroup.com); [Schattner, Nathaniel](#); [Walker, Calvin R](#)  
**Cc:** [woodliness1120@gmail.com](mailto:woodliness1120@gmail.com)  
**Subject:** Re: Extending LOI's West side of the airport  
**Date:** Thursday, February 15, 2024 4:48:58 PM  
**Attachments:** [image003.png](#)

Due to the delays the LOI's will be extended until April 1st 2024.

Thanks,  
 Joe

Get [Outlook for iOS](#)

---

**From:** jgoins@lhconstructiongroup.com <jgoins@lhconstructiongroup.com>  
**Sent:** Wednesday, February 14, 2024 6:02:29 PM  
**To:** Schattner, Nathaniel <nschattner@coweta.ga.us>; Walker, Calvin R <cwalker@coweta.ga.us>  
**Cc:** woodliness1120@gmail.com <woodliness1120@gmail.com>; Rutkiewicz, Joe <jrutkiewicz@coweta.ga.us>  
**Subject:** Extending LOI's West side of the airport

Gentlemen,

We would like to extend both of the LOI's on the west side of the airport until April 1, 2024. We spoke to our surveyor and he hopes to have our plat and legal description back to us next week. Of course this is a required exhibit in the leases so we need that to be able to define the leased areas. We believe the standing leases are both attached here.

We plan to immediately sign both leases as soon as we receive the information from the surveyor and incorporate into the documents.

Thanks,

***Jason H. Goins***  
***LH Construction Group Inc.***



WARNING: This email originated outside of the Coweta County Email System. DO NOT CLICK links or attachments unless you recognize the sender and know the content is safe.



## **Airport Authority**

**To:** Newnan-Coweta County Airport Authority

**From:** Calvin Walker, Airport Manager

**Date:** 3/8/2024

**RE:** New Construction Lease Agreement with Newnan Airport Hangar Association Southwest, LLC Associated with Property Located off West Aviation Way

---

**Issue:** New Construction Lease Agreement with Newnan Airport Hangar Association Southwest, LLC Associated with Property Located off West Aviation Way

**Discussion:** Newnan Airport Hangar Association Southwest, LLC is currently proposing to construct a 144-foot by 60-foot hangar composed of two (2) to three (3) individual bays for twin-engine aircraft or light jets on 31,955 square feet of unimproved land area located off West Aviation Way (between the hangar currently leased to Dale Pepper and Twin Aircraft Engines, LLC). The term of the new construction lease agreement is for the period beginning April 1, 2024, and expiring on March 31, 2054, with an option to renew for two (2) 5-year periods.

### **FINANCIAL IMPACT:**

Initial Monthly Rent of \$798.88 per month (plus fuel sales and ad valorem tax revenue) for a 3-year period

**Recommendation:** Staff recommends that the Authority execute a New Construction Lease Agreement with Newnan Airport Hangar Association Southwest, LLC associated with property located off of West Aviation Way.

NEW CONSTRUCTION LEASE AGREEMENT  
WITH  
NEWNAN-COWETA COUNTY  
AIRPORT AUTHORITY  
AND  
NEWNAN AIRPORT HANGAR ASSOCIATION SOUTHWEST, LLC

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**COUNTY OF COWETA  
STATE OF GEORGIA**

**LEASE AGREEMENT**

THIS AGREEMENT made and entered into by and among the NEWNAN COWETA COUNTY AIRPORT AUTHORITY (the "Authority"), a body corporate and politic and a political subdivision and public corporation of the State of Georgia, and NEWNAN AIRPORT HANGAR ASSOCIATION SOUTHWEST, LLC, organized and existing under the laws of the State of Georgia, hereinafter referred to as "Lessee",

**WITNESSETH:**

**WHEREAS**, the Newnan Coweta County Airport Authority is the owner of the premises known as Newnan Coweta County Airport (the "Airport"); and

**WHEREAS**, the Authority and Lessee are mutually desirous of entering into a Lease for the use and occupancy of certain areas at the Airport;

**NOW, THEREFORE**, for and in consideration of the respective promises and mutual agreements made by the parties hereto hereinafter set forth, the Authority hereby grants to the Lessee the right to use and occupy the ground area at the Airport shown on Exhibit A together with all buildings, structures, improvements, additions and permanent installations constructed and installed therein or thereon (hereinafter called the "Leased Premises") during the term of this Agreement upon the following terms and conditions and it is hereby mutually agreed as follows:

### SECTION 1 - TERM

- 1.1 The term of this lease shall be for a Thirty (30) year period, with two (2) five (5) year options commencing on the 1st day of April, 2024, and expiring on the 31st day of March, 2054, unless sooner terminated or renewed in accordance with the provisions hereof.
- 1.2 Lessee shall have the right to renew this Lease for an additional period commencing upon the expiration of the original 30-year term by the giving of ninety (90) days written notice to the Lessor, and provided that any such renewal shall be upon the then prevailing terms and conditions as the then current leases at the Airport or unless otherwise agreed upon between the Authority and Lessee.

### SECTION 2 -LEASED PREMISES

- 2.1 The Leased Premises shown as TRACT TWO on Exhibit A, attached hereto and made a part hereof consist of:
- 2.1.1 Unimproved/Improved land area consisting of approximately 31,955 square feet,

### SECTION 3 - USE OF LEASED PREMISES

- 3.1 The Lessee or Lessee's tenants, sub-lessees or assigns shall continuously occupy and use the Leased Premises for the following purposes and for no other purpose whatsoever:
- 3.1.1 Aircraft storage and necessary accessory usage;
- 3.1.2 Any other purpose authorized in by the Newnan Coweta County Airport Authority.

### SECTION 4 - RENTS AND FEES

- 4.1 For Use and Occupancy of the Leased Premises herein granted, the Lessee agrees to pay to the Authority during the period commencing April 1, 2024, and ending March 31, 2027, a monthly rent of \$798.88.
- 4.1.1 Effective on April 1, 2027, and on April 1, of each third year of the remaining term, the monthly rental payable hereunder shall be adjusted by multiplying the monthly rental set forth in Section 4.1 above by a fraction, the numerator of which shall be the monthly CPI (as hereinafter defined) published for the month most recently preceding said April date, and the denominator of which shall be the monthly CPI published for April 2024, hereinafter referred to as Lessee's base month. In no event shall the rental payable under this Section 4.1.1 be less than the amount set forth in Section 4.1 above.
- 4.2 The term CPI as used herein shall mean the Consumer Price Index for all Urban Consumers, All Items, U.S. City Average, as most currently published by the Bureau of Labor Statistics of the United States Department for Labor.
- 4.3 The monthly rent shall be paid on the first day of each month in advance at the office of the Airport Director or at such other office as may be directed in writing by the Authority.
- 4.4 Nothing contained in the foregoing shall effect the survival of the obligations of the Lessees as set forth in the Sections of this Agreement covering the survival of the Lessee's obligations.
- 4.5.1 Lessee acknowledges that late payment by Lessee to Authority of any Agreement fees will cause Authority to incur costs not contemplated by this Agreement, the exact amount of such costs being extremely difficult and impracticable to fix. Such costs include, without limitation, processing, accounting, and interest charges. Therefore, if any installment of Agreement fees due from Lessee is not received by the tenth day

after the due date, Lessee shall pay to Authority an additional sum of \$25.00 as an administrative processing charge. The parties agree that this late charge represents a fair and reasonable estimate of the costs that Authority will incur by reason of late payment by Lessee. Acceptance of any late charge shall not constitute a waiver of Lessee's default with respect to the overdue amount, or prevent Authority from exercising any of the other rights and remedies available to Authority. Agreement fees not paid when due shall bear simple interest from date due until paid at the rate of one and one-half percent (1 ½%) per month.

**SECTION 5 - ACCEPTANCE, CARE, MAINTENANCE, IMPROVEMENTS, AND REPAIR**

- 5.1 Lessee warrants that it has inspected the Leased Premises and accepts possession of the Leased Premises and the improvements thereon "as is" in its present condition, and subject to all limitations imposed upon the use thereof by the rules and regulations of the Federal Aviation Administration, the State of Georgia Department of Transportation, and by ordinances of the Authority, and admits its suitability and sufficiency for the uses permitted hereunder. Except as may otherwise be provided for herein, the Authority shall not be required to maintain nor to make any improvements, repairs restorations upon or to the Leased Premises or to any of the improvements presently located thereon.
- 5.2 Lessee shall throughout the term of this Agreement assume the entire responsibility, cost and expense, for all repair and maintenance whatsoever on the Leased Premises and all improvements thereon in a good workmanlike manner, whether such repair or maintenance be ordinary or extraordinary, structural, or otherwise. Additionally, Lessee, without limiting the generality hereof, shall:
- 5.2.1 keep at all times, in a clean and orderly condition and appearance, the Leased Premises, all improvements thereon and all of the Lessee's fixtures, equipment and personal property which are located on any part of the Leased Premises;
- 5.2.2 provide and maintain on the Leased Premises all obstruction lights and similar devices, and safety equipment required by law;
- 5.2.3 repair any damage caused by Lessee or its invitees, tenants, or contractors to paving, soils, water or other parts of the Leased Premises caused by any oil, gasoline, grease, lubricants, solvents, flammable liquids, or substances having a corrosive or detrimental effect thereon, and to remediate any release caused by Lessee or any of its invitees, tenants or contractors of any substance that has a harmful effect on human health or the environment as determined by any regulatory agency;
- 5.2.4 take measures to prevent erosion, including but not limited to, the planting and replanting of grasses with respect to all portions of the Leased Premises not paved or built upon, and in particular shall plant, maintain, and replant any landscaped areas;
- 5.2.5 be responsible for the maintenance and repair of all utility service lines placed on the Leased Premises and used by Lessee exclusively, including, but not limited to, water lines, gas lines, electrical power and telephone conduits and lines, sanitary sewers, and storm sewers.
- 5.3 In the event Lessee fails: (a) to commence to maintain, clean, repair, replace, rebuild or repaint, within a period of thirty (30) days after written notice from the Authority to do any maintenance or repair work required to be done under the provisions of this Agreement, other than preventive maintenance, (b) or within a period of ninety (90) days if the said notice specifies that the work to be accomplished by the Lessee involves preventive maintenance only; (c) or to diligently continue to completion any repairs, replacement, rebuilding, painting or repainting as required under this Agreement; then, the Authority may, at its option, and in addition to any other remedies which may be available to it, enter the premises involved, without such entering causing or constituting a cancellation of this Agreement or an interference with the possession of the Leased Premises, and repair, replace, rebuild or paint all or any part of the Leased Premises or the improvements thereon, and do all things reasonably necessary to accomplish the work required, and the cost and expense thereof shall be payable to the Authority by Lessee on demand. Provided, however, if in the opinion of the Authority, the Lessee's failure to perform any such maintenance



endangers the safety of the public, the employees or property of the Authority or other tenants at the Airport, and the Authority so states same in its notice to Lessee, the Authority may, at its sole option, in addition to all other remedies which may be available to it, elect to perform such maintenance at any time after the giving of such notice, and Lessee agrees to pay to the Authority the cost and expense of such performance on demand. Furthermore, should the Authority, its officers, employees, or agents undertake any work hereunder, Lessee hereby waives any claim for damages, consequential or otherwise, as a result therefrom except for claims for damages arising from the Authority's sole gross negligence. The foregoing shall in no way affect or alter the primary obligations of the Lessee as set forth in this Agreement, and shall not impose or be construed to impose upon the Authority any obligations to maintain the Leased Premises, unless specifically stated otherwise herein.

- 5.4 Plans and specifications for all major repairs, constructions, alterations, modifications, additions or replacements (hereinafter referred to as "improvements"), including, without limitation the new facility to be constructed by the Lessee pursuant to Section 5.5 below, undertaken by the Lessee shall be submitted to and receive the written approval of the Authority, and no such work shall be commenced until such written approvals are obtained from the Authority, which approval shall not be unreasonably withheld or delayed. Authority shall advise Lessee within thirty (30) days after receipt of the written request, together with copies of the plans and specifications for the proposed improvements in sufficient detail to make a proper review thereof, of its approval or disapproval of the proposed work, and in the event it disapproves, stating its reasons therefor.
- 5.5 Lessee shall construct a new hangar facility and site improvements at the Leased Premises in accordance with the Lessee's 2023 proposal, identified in Exhibit C attached hereto and made a part hereof, as modified, supplemented, or amended pursuant to the Airport alteration application review process. On or before three (3) months from the effective date of this Agreement, Lessee shall submit plans and specifications to the Authority for the Authority's review and appeal. The Authority shall issue its' approval within thirty (30) days of submission, which approval shall not be unreasonably withheld. Lessee shall complete construction of the first hangar facility within eighteen (18) months of the Authority's approval thereof, weather permitting.
- 5.5.1 Existing roads used as part of the access route shall be restored to their pre-construction condition after completion of the project. Lessee shall be responsible for contacting Authority prior to beginning construction for purposes of documenting the pre-construction condition of the road. Authority and Lessee, or Lessee's designee, shall meet to photograph the road. Copies of all photographs shall be provided to Lessee. Said photographs shall be evidence of the pre-construction condition of the road for which Lessee shall be responsible for restoring the road. If Lessee fails to contact the Authority prior to beginning construction for purposes of documenting the road condition, then the Authority shall have the sole discretion in determining the pre-existing condition of the road for purposes of Lessee's restoration obligation, provided such discretion is reasonable. Lessee shall be responsible for the daily clean-up of debris that may be on the access route.
- 5.6 If Lessee makes any improvements without Authority approval, then, upon notice to do so, Lessee shall remove the same or at the option of Authority cause the same to be changed to the satisfaction of Authority. If Lessee fails to comply with such notice within thirty (30) days or to commence to comply and pursue diligently to completion, Authority may effect the removal or change and Lessee shall pay the cost thereof to the Authority. Lessee expressly agrees in the making of all improvements that, except with the written consent of Authority, it will neither give nor grant, nor purport to give or grant any lien upon the Leased Premises or upon any improvements thereupon or which is in the process of construction or repair, nor allow any condition to exist or situation to develop whereby any party would be entitled, as a matter of law, to a lien against said Leased Premises and improvements thereon, and Lessee will discharge any such lien within thirty (30) days after notice of filing thereof. Notice is hereby given by Authority to all persons that no lien attaches to any such improvements.
- 5.7 Notwithstanding any other provisions or terms of the Lease, Lessee acknowledges that the Airport is subject to federal storm water regulations, 40 CFR, Part 122, for "motor vehicle or automobile maintenance shops" (including vehicle rehabilitation, mechanical repairs, painting, fueling, and lubrication), equipment

cleaning operations and/or deicing operations that occur at the Airport as defined in these regulations and, if applicable, state storm water regulations. Lessee further acknowledges that it is familiar with these storm water regulations; that it does not conduct or operate "motor vehicle or automobile maintenance" (including vehicle rehabilitation, mechanical repairs, painting, fueling and lubrication), equipment cleaning operations and/or deicing activities as defined in the federal storm water regulations; and that it is aware that there are significant penalties for submitting false information, including fines and imprisonment for knowing violations. This paragraph does not preclude Lessee performing minor aircraft maintenance and repair.

- 5.7.1 Notwithstanding any other provisions or terms of the Lease, Authority acknowledges that it has taken steps necessary to apply for or obtain a storm water discharge permit as required by the applicable regulations for the Airport, including the Leased Premises operated by the Lessee. Lessee acknowledges that the storm water discharge permit issued to the Authority may name the Lessee as co-permittee.
- 5.7.2 Notwithstanding any other provisions or terms of this Lease, including the Lessee's right to quiet enjoyment, Authority and Lessee both acknowledge that close cooperation is necessary to ensure compliance with any storm water discharge permit terms and conditions, as well as to ensure safety and to minimize costs. Lessee acknowledges that, as discussed more fully below, it may have to undertake to minimize the exposure of storm water (and snow melt) to "significant materials" generated, stored, handled, or otherwise used by the Lessee, as defined in the federal storm water regulations, by implementing and maintaining "Best Management Practices."
- 5.7.3 Lessee acknowledges that the Airport's storm water discharge permit is incorporated by reference into this Lease and any subsequent renewals.
- 5.8 Permit Compliance. Authority will provide Lessee with written notice of those storm water discharge permit requirements, that are in the Airport's storm water permit, that Lessee will be obligated to perform from time to time, including, but not limited to: Certification of non-storm water pollution prevention of similar plans; implementation of "good housekeeping" measures or Best Management Practices; and maintenance of necessary records. Such written notice shall include applicable deadlines. Lessee, within seven (7) days of receipt of such written notice shall notify Authority in writing if it disputes any of the storm water discharge permit requirements it is being directed to undertake. If Lessee does not provide such timely notice, it is deemed to assent to undertake such requirements. If Lessee provides Authority with timely written notice that disputes such storm water discharge permit requirements, Authority and Lessee agree to negotiate a prompt resolutions of their differences. Lessee warrants that it will not object to written notice from the Authority for purposes of delay or avoiding compliance.
- 5.8.1 Lessee agrees to undertake, at its sole expense unless otherwise agreed to in writing between Authority and Lessee, those storm water discharge permit requirements for which it has received written notice from the Authority. Lessee warrants that it shall meet any and all deadlines that may be imposed on or agreed to by Authority and Lessee. Lessee acknowledges that time is of the essence.
- 5.8.2 Authority agrees to provide Lessee, at its request, with any non-privileged information collected and submitted to any governmental entity(ies) pursuant to applicable storm water regulations.
- 5.8.3 Lessee agrees that the terms and conditions of the Airport's storm water discharge permit may change from time to time and hereby appoints Authority as its agent to negotiate with the appropriate governmental entity(ies) any such permit modifications.
- 5.8.4 Authority will give Lessee written notice of any breach by Lessee of the Airport's storm water discharge permit or the provisions of this section. Such a breach is material, and if of a continuing nature, Airport may seek to terminate this Lease pursuant to Section 19, Termination by Authority. Lessee agrees to cure promptly any breach.
- 5.8.5 Lessee agrees to participate in any Airport-organized task force or other work group established to coordinate storm water activities at the Airport.

- 5.9 The Lessee shall be solely responsible for the proper management, storage, and disposal of hazardous substances and hazardous wastes used, generated, stored, disposed, treated, or caused to be present on the leased premises by the activates of the Lessee. Notwithstanding any other provision of the Lease, the Lessee shall not treat or dispose of hazardous wastes on the Authority's premises. The Lessee shall provide all required notices, including those mandated under right-to-know laws, of the presence or use on the leased premises of hazardous substances, extremely hazardous substance, or hazardous wastes, shall provide all notices to appropriate authorities and to Authority of any releases to the environment of hazardous substances, extremely hazardous substances, or hazardous wastes, and shall obtain all permits necessary for the generation, storage, disposal, or treatment of hazardous wastes. The Lessee shall manage used oil and other petroleum products as required by Federal and state law and regulations and the rules and regulations of the Authority. The Lessee shall be solely liable for the investigation, corrective action, or remediation of any release to the environment caused by the Lessee, its invitees, employees, agents, or contractors of any hazardous waste, hazardous substance, extremely hazardous substance, oil, or other petroleum-based substance.
- 5.10 Indemnification. Notwithstanding any other provisions of this Lease, Lessee agrees to indemnify and hold harmless the Authority and other tenants for any and all claims, demands, costs, (including attorneys fees), fees, fines, penalties, charges and demands by and liability directly or indirectly arising from Lessee's actions or omissions, including failure to comply with Lessee's obligations under this Section, applicable regulations, or permits, unless the result of Authority's sole negligence. This indemnification shall survive any termination or non-renewal of this Lease.

#### **SECTION 6 - TITLE TO IMPROVEMENTS AND REPAIRS**

- 6.1 Lessee's improvements erected or constructed upon the Leased Premises shall remain the property of the Lessee during the entire term of the Lease. In the event Lessee's improvements remains erected or constructed upon the Leased Premises upon the expiration or termination of this Lease, then upon expiration or termination of this lease, such improvements shall become the property of the Authority upon expiration or termination of this lease, free and clear of all claims on the part of the Lessee on account of any repair.

#### **SECTION 7 - ADDITIONAL OBLIGATIONS OF LESSEE**

- 7.1 Lessee shall conduct its operations hereunder in an orderly and proper manner, considering the nature of such operation so as not to unreasonably annoy, disturb, endanger or be offensive to others.
- 7.2 Further, Lessee shall take all reasonable measures not to produce on the Airport any disturbance that interferes with the operation by the Authority or the Federal Aviation Administration of air navigational, communication or flight equipment on the Airport.
- 7.3 Lessee shall control the conduct and demeanor of its officers, agents, employees, invitees and, upon objection from Authority concerning the conduct, or demeanor of any such person, Lessee shall immediately take all lawful steps necessary to remove the cause of the objection.
- 7.4 Lessee shall comply with all environmental, health and safety laws and requirements and any other federal, state or municipal laws, ordinances, rules, regulations, and requirements, applicable to the Leased Premises and the improvements thereon and its operations at the Airport hereunder. Lessee agrees to allow Authority access to premises and records to investigate compliance with all applicable laws if there is reason to suspect negligence or willful non-compliance.
- 7.5 Lessee shall comply with all written instructions of the Authority and applicable Federal, state, and local laws, ordinances, and regulations in disposing of trash, garbage, and other refuse; the frequency of removal

thereof from the Airport premises shall at all times be subject to the rules, regulations, and approval of Authority. All disposal of trash, garbage, refuse and wastes shall be at the expense of the Lessee.

- 7.6 Lessee shall not commit, nor permit to be done, anything that may result in the commission of a nuisance, waste, or injury on the Leased Premises.
- 7.7 Lessee shall not do, nor permit to be done, anything which may interfere with the effectiveness or accessibility of the drainage system, sewerage system, fire protection system, sprinkler system, alarm system and fire hydrants and hoses, if any, installed or located on the Leased Premises.
- 7.8 Lessee shall take measures to ensure security in compliance with Federal Air Regulations and the Airport Security Plan and the Newnan Coweta Airport Authority rules and regulations.
- 7.9 Lessee shall not do, nor permit to be done, any act or thing upon the Leased Premises, which may constitute a hazardous condition so as to increase the risks attendant upon the operations permitted by the Agreement.
- 7.10 Lessee shall use only a working supply of flammable liquids within any covered or enclosed portion of the Leased Premises. The term "working supply" as used in this Section 7.10 shall mean the amount consumed by Lessee during any normal workday. Any other supplies of such liquids shall be kept and stored in safety containers of a type approved by the Underwriters Laboratories.
- 7.11 Except for services permitted under Section 3 hereof to be performed by Lessee or Lessee's subcontractors, Lessee shall provide prompt written notice to the Authority of any person, firm or corporation performing aircraft maintenance work, flight instruction of any sort, air taxi, aircraft charter or aircraft leasing of any sort on the Leased Premises for commercial purposes without a valid permit from the Authority.
- 7.12 It is the intent of the parties hereto that noise, including but not limited to, noise caused by aircraft engine operation shall be held to a minimum. To this end the Lessee will conduct its operations in such a manner as to keep the noise produced by aircraft engines and component parts thereof or any other noise to a minimum by the use of such methods or devices as are practicable, considering the extent and type of the operations of the Lessee, but in no event less than those devices or procedures that are required by Federal, State or local law. In addition, Lessee shall use its best efforts to minimize prop or jet blast interference to aircraft operating on or to buildings, structures, and roadways, now located on or which in the future may be located on areas adjacent to the Leased Premises.
- 7.13 In connection with the conduct of Lessee's business, the Lessee shall maintain in accordance with generally accepted accounting principles, consistently applied, during the term hereof, Lessee's records and books of account, recording all transactions at, through or in anywise connected with the Airport which records and books of account shall be kept at all times at the Lessee's place of business at the Airport
- 7.14 Lessee shall permit in ordinary business hours during the term hereof and for one year thereafter the examination and audit by the employees or representatives of the Authority such records and books of account. As a result of such examination, Lessor acknowledges it may have access to various procedures, pricing lists, customer lists, marketing plans, financial information, engineering designs and other information that Lessee considers to be highly confidential and proprietary. Lessor agrees that it will not furnish or otherwise make available in any manner, such information without written consent of Lessee.

#### **SECTION 8 - INGRESS AND EGRESS**

- 8.1 The Lessee shall have the right of ingress and egress to and from the Leased Premises and the public landing areas at the Airport by means of connecting taxiways, to be used in common with others having rights of passage thereon, except when the Airport is closed to the public.

- 8.2 The use of any such roadway or taxiway shall be subject to the Rules and Regulations of the Airport which are now in effect or which may hereafter be promulgated. Authority may, at any time, temporarily or permanently, close or consent to or request the closing of, any such roadway or taxiway and any other way at, in or near the Leased Premises presently or hereafter used as such, so long as a reasonable means of ingress and egress as provided above remains available to the Lessee. The Lessee hereby releases and discharges the Authority, its officers, employees and agents; and all municipalities and other governmental authorities and their respective successors and assigns, of and from any and all claims, demands, or causes of action which the Lessee may now or at any time hereafter have against any of the foregoing, arising or alleged to arise out of the closing of any street, roadway or other area, provided that a reasonable means of access to the Leased Premises remains available to the Lessee whether within the Leased Premises or outside the Leased Premises at the Airport unless otherwise mandated by safety considerations or lawful exercise of police power. The Lessee shall not do or permit anything to be done which will interfere with the free access and passage of others to space adjacent to the Leased Premises or in any streets or roadways near the Leased Premises.

### **SECTION 9 - INSURANCE, DAMAGE OR DESTRUCTION**

- 9.1 To safeguard the interest of the Authority, the Lessee at its sole cost and expense shall procure and maintain throughout the term of this lease insurance protection for "all risk" coverage on the structure and improvements of which the Leased Premises is a part, to the extent of one hundred percent (100%) of the actual replacement cost thereof, in insurance companies licensed to do business in the State of Georgia. If said insurance company becomes financially incapable of performing under the terms of said policy, the Lessee shall promptly obtain a new policy issued by a financially responsible carrier and shall submit such new policy as previously provided.
- 9.1.1 The above stated property insurance shall name the Authority as Additional Insured, provide thirty (30) days notice of cancellation or material change, by registered mail, to the Office of the Airport Manager, and have a deductible amount not to exceed one thousand dollars (\$1,000.00) per occurrence.
- 9.1.2 The Lessee shall provide a copy of the above stated property insurance policy to the Office of the Airport Manager, at least seven (7) days prior to the inception of the Lease Agreement. Upon the failure of the Lessee to maintain such insurance as above provided, the Authority, at its option, may take out such insurance and charge the cost thereof to Lessee with the next installment of the monthly fee due hereunder or may declare a default hereunder pursuant to Section 19 herein.
- 9.2 In the event any improvements, insurable or uninsurable, on the Leased Premises are damaged or destroyed (except damage or destruction caused by Lessee as set forth in Section 9.6 hereof) to the extent they are unusable by Lessee for the purposes for which they were used prior to such damage, or same are destroyed, Lessee shall have the option to promptly repair, rebuild, or replace the damaged or destroyed portion of the Leased Premises as they were immediately prior to such casualty, except for requirements of construction codes, which shall be as of the time of repair or replacement, or, to restore the Leased Premises to the condition which existed immediately prior to the beginning of this Agreement. In the event the improvements or fixtures are not rebuilt or restored, then that portion of the premises will revert back to the control of the Authority, and no longer be a part of the entire premises governed under this Lease. Any portion of the premises which reverts back to the Authority in a manner described in this paragraph, must be a commercially viable portion of the premises.
- 9.3 In the event of damage or destruction to any of the improvements upon the Leased Premises, the Authority shall have no obligation to repair or rebuild the improvements or any fixtures, equipment or other personal property installed by Lessee pursuant to this Agreement. Following the expiration of 90 days after written notice to Lessee to commence repair or rebuilding or to restore the Leased Premises to the condition which existed immediately prior to the beginning of this Agreement upon, the failure of Lessee to repair or rebuild or restore, the Authority may, as agent of the Lessee, repair or rebuild such damage or destruction at the expense of Lessee which expense shall be due and payable on demand.

- 9.4 Upon completion of all the work, the Lessee shall certify by a responsible officer or authorized representative that such rebuilding and repairs have been completed, that all costs in connection therewith have been paid by the Lessee and said costs are fair and reasonable and said certification shall also include an itemization of costs. If the insurance proceeds are not sufficient the Lessee agrees to bear and pay the deficiency. Nothing herein contained shall be deemed to release the Lessee from any of its repair, maintenance, or rebuilding obligations under this lease.
- 9.5 In the event the Lessee shall, at its expense, repair and replace any and all fixtures, equipment, and other personal property necessary to properly and adequately continue its airport business on the Airport, in no event shall Lessee be obligated to provide equipment and fixtures in excess of those existing prior to such damage or destruction. During such period of repair or reconstruction, the rentals provided for elsewhere herein shall be proportionately abated during the period from the date of such damage, destruction, or loss until the same is repaired, replaced, restored or rebuilt, provided, Lessee does not use said damaged Leased Premises or the location thereof for any purposes other than the repair or rebuilding of same. Such abatement shall not exceed the actual time required for arranging for and the doing of such work. The proportional amount of reduction of rentals will be determined by the Authority. Lessee agrees that such work will be promptly commenced and prosecuted to completion with due diligence; subject to delays beyond Lessee's control.
- 9.6 In the event the improvements on the Leased Premises are damaged or destroyed by fire or other cause by reason of any act or omission of the Lessee or its employees, this Lease Agreement shall continue in full force and effect, notwithstanding the provisions of Sections 9.2, 9.3, 9.4 and 9.5 hereof, and the Lessee shall have the option to repair or rebuild the improvements so damaged or destroyed, at Lessee's own cost and expense, in a good workmanlike manner to the same standards existing at the time of the casualty, subject to applicable building codes existing at the time of repair or rebuilding, or, Lessee shall restore the Leased Premises to the condition which existed immediately prior to the beginning of this Agreement.

#### **SECTION 10 - LIABILITIES AND INDEMNITIES**

- 10.1 Authority shall not in any way be liable for any cost, liability, damage or injury, including cost of suit and reasonable expenses of legal services, claimed or recovered by any person whomsoever, or occurring on the Leased Premises, or the Airport, or as a result of any operations, works, acts or omissions performed on the Leased Premises, or the Airport, by Lessee, its sublessees or tenants, or their guest, licensees or invitees.
- 10.2 Lessee agrees to defend, indemnify, save and hold harmless, the Authority, its officers, agents, servants and employees of and from any and all costs, liability, penalties, damages and expense (including costs of suit and reasonable expenses of legal services) claimed or recovered, justly or unjustly, false, fraudulent or frivolous, by any person, firm, governmental entity or corporation by reason of injury to, or death of, any person or persons, and damage to, destruction or loss of use of any and all property, including Authority personnel and Authority property, and any claim of violation of any state, Federal or local law or regulation protecting human health or the environment, directly or indirectly arising from or resulting from, any operations, works, acts or omissions of Lessee, its agents, servants, employees, contractors, licensees, invitees, sublessees or tenants. Provided, however, that upon the filing with the Authority by anyone of a claim for damages arising out of incidents for which Lessee herein agrees to indemnify and hold the Authority harmless, the Authority shall notify Lessee of such claim and in the event that Lessee does not settle or compromise such claim, then Lessee shall undertake the legal defense of such claim both on behalf of Lessee and behalf of the Authority. It is specifically agreed, however, that the Authority at its own cost and expense, may participate in the legal defense of any such claim. Any final judgment rendered against the Authority for any cause for which Lessee is liable hereunder shall be conclusive against Lessee as to liability and amount upon the expiration of the time for appeal. This indemnity obligation shall not be construed to require Lessee to indemnify Authority for its own negligence.
- 10.3 In addition to Lessee's undertaking, as stated in this Section, and as a means of further protecting the Authority, its officers, agents, servants and employees, Lessee shall at all times during the term of this

Agreement obtain and maintain in effect liability insurance coverage as set forth in Exhibit B attached hereto and made a part hereof. In this connection, Lessee agrees to require its contractors doing work on the Airport, and Lessee's tenants and sublessees, to carry adequate insurance coverage, and if Lessee so desires, it may accomplish same by an endorsement to Lessee's policies to include such persons or parties as additional named insureds.

- 10.3.1 The Authority reserves the right to increase the minimum liability insurance requirements set forth in Exhibit B. Following thirty (30) days written notice from the Authority to Lessee, the Authority may increase the minimum liability insurance requirements when in the Authority's opinion, the risks attendant to Lessee's operations hereunder have increased commensurate with the other risks regulated by the Authority.
- 10.4 The Lessee represents that it is the owner of or fully authorized to use any and all services, processes, machines, articles, marks, names or slogans used by it in its operations under or in anywise connected with this Agreement. The Lessee agrees to defend, indemnify and save and hold the Authority, its officers, employees, agents, and representatives free and harmless of and from any loss, liability, expense, suit or claim for damages in connection with any alleged or actual infringement of any patent, trademark or copyright or arising from any alleged or actual unfair competition or other similar claim arising out of the operations of the Lessee under or in anywise connected with this Agreement.
- 10.5 The Lessee represents and warrants that no broker has been concerned on its behalf in the negotiation of this Agreement and that there is no such broker who is or may be entitled to be paid a commission in connection therewith. The Lessee shall defend, indemnify and save harmless the Authority of and from any claim for commission or brokerage made by any such broker when such claim is based in whole or in part upon any act or omission of the Lessee.

#### **SECTION 11 - RULES AND REGULATIONS**

- 11.1 From time-to-time Authority may adopt and enforce reasonable rules and regulations with respect to the occupancy and use of the Airport. Lessee agrees to observe and obey any and all rules and regulations and all other Federal, State, and municipal rules, regulations, and laws and to require its officers, agents, employees, contractors, and suppliers, to observe and obey the same. Authority reserves the right to deny access to the Airport and its facilities to any person, firm or corporation that fails or refuses to obey and comply with such rules, regulations, or laws. Lessee hereby acknowledges receipt of a current copy of such Authority rules and regulations.

#### **SECTION 12 - SIGNS**

- 12.1 Lessee shall have the right to install and maintain one or more signs on the Leased Premises identifying it and its operations, provided, however, the subject matter, type, design, number, location, and elevation of such signs, and whether lighted or unlighted, shall be subject to and in accordance with the written approval of the Authority. No sign will be approved that may be confusing to aircraft pilots or automobile drivers or other traffic or which fails to conform to the architectural scheme of the Airport or meet the requirements of the Authority.

#### **SECTION 13 - ASSIGNMENT AND SUBLEASE**

- 13.1 Lessee covenants and agrees that it will not sell, convey, transfer, mortgage, pledge or assign this Agreement or any part thereof, or any rights created thereby, without the prior written consent of the Lessor, which consent shall not be unreasonably withheld. Lessee will be allowed one (1) assignment of this Agreement, after which, a new lease will be required. Upon assignment Lessee agrees to pay the Lessor one percent (1%) of sale price.

- 13.2 Any assignment or transfer of this Agreement, or any rights of Lessee hereunder, without the consent of the Authority, shall entitle the Authority at its option to forthwith cancel this Agreement.
- 13.3 Any assignment of this Agreement approved and ratified by the Authority shall be on the condition that the assignee accepts and agrees to all of the terms, conditions, and provisions of this Agreement, and agrees to accept and discharge all of the covenants and obligations of Lessee hereunder, including but not limited to the payment of all sums due and to become due by Lessee under the terms hereof.
- 13.4 Subject to all of the terms and provisions hereof, Lessee may, with the prior written consent of the Authority, sublet a portion or portions of the Leased Premises to a person or entity that is in the opinion of the Authority compatible with Lessee's authorized airport business, but in no event shall the Lessee sublet any portion of the Leased Premises to a fixed base operator.
- 13.5 No consent by the Authority to subleasing by the Lessee of portions of the Leased Premises shall in any way relieve Lessee of any of its obligations to the Authority set forth or arising from this Agreement and a termination of Lessee's rights hereunder shall ipso facto terminate all subleases.
- 13.6 If the Lessee assigns, sells, conveys, transfers, mortgages, or pledges this Agreement or sublets any portion of the Leased Premises in violation of the foregoing provisions of this Section, or if the Leased Premises is occupied by anyone other than Lessee, Authority may collect from any assignee, tenant, sublessee or anyone who claims a right to this Agreement or who occupies the Leased Premises, any charges or fees payable by it and may apply the net amount collected to the rents herein reserved; and no such collection shall be deemed a waiver by Authority of the agreements contained in this Section nor of acceptance by Authority of any assignee, tenant, claimant or occupant, nor as a release of the Lessee by Authority from the further performance by the Lessee of the agreements contained herein.

#### **SECTION 14 - CONDEMNATION**

- 14.1 In the event that the Leased Premises or any material part thereof shall be condemned and taken by authority of eminent domain for any purpose during the term of this lease, rentals for that portion of the Leased Premises so taken shall be abated from the date that Lessee is dispossessed therefrom; provided, however, if, in the Lessee's judgment, the remaining portion of the Leased Premises is insufficient for Lessee's operations authorized hereunder, Lessee may terminate this Agreement and all of its rights and unaccrued obligations hereunder effective as of the date it is dispossessed of the condemned portion (or effective as of any date thereafter and within ninety (90) days of the date of such dispossession) by giving Authority thirty (30) days written notice of such termination.

#### **SECTION 15 - NON-DISCRIMINATION**

- 15.1 The Lessee, for it, its heirs, personal representatives, successors in interest, and assigns, as a part of the consideration hereof, does hereby covenant and agree as a covenant running with the land that in the event facilities are constructed, maintained, or otherwise operated on the Leased Premises for a purpose for which a United States Government program or activity is extended, the Lessee shall maintain and operate such facilities and services in compliance with all other requirements imposed pursuant to Title 49, Code of Federal Regulations, Department of Transportation, Subtitle A, Office of the Secretary, Part 21, Nondiscrimination in Federally-assisted programs of the Department of Transportation-Effectuation of Title VI of the Civil Rights Act of 1964, and as said Regulations may be amended.
- 15.2 The Lessee, for itself, its personal representatives, successors in interest and assigns, as a part of the consideration hereof, does hereby covenant and agree as a covenant running with the land that (1) no person on the grounds of race, color, or national origin shall be excluded from participation in, denied the benefits of, or be otherwise subjected to discrimination in the use of the Leased Premises; (2) that in the



construction of any improvements on, over, or under such land and the furnishing of services thereon, no person on the grounds of race, color, or national origin shall be excluded from participation in, denied the benefits of, or otherwise be subjected to discrimination, and (3) that the Lessee shall use the Leased Premises in compliance with all other requirements imposed by or pursuant to Title 49, Code of Federal Regulations, Department of Transportation, Subtitle A, Office of the Secretary, Part 21, Nondiscrimination in Federally-assisted programs of the Department of Transportation Effectuation of Title VI of the Civil Rights Act of 1964, and as said Regulations may be amended.

- 15.3 In this connection, the Authority reserves the right to take whatever action it might be entitled by law to take in order to enforce this provision. This provision is to be considered as a covenant on the part of the Lessee, a breach of which, continuing after notice by Authority to cease and desist, will constitute a material breach of this Agreement and will entitle the Authority, at its option, to exercise its right of termination as provided for herein, or take any action that it deems necessary to enforce compliance herewith.
- 15.4 The Lessee shall include the foregoing provisions in every agreement or concession pursuant to which any person or persons, other than the Lessee, operates any facility at the Leased Premises providing service to the public and shall include thereon a provision granting the Authority, a right to take such action as the United States may direct to enforce such covenant.
- 15.5 The Lessee shall indemnify and hold harmless Authority from any claims and demands of third persons including the United States of America resulting from the Lessee's noncompliance with any of the provisions of this Section and the Lessee shall reimburse Authority for any loss or expense incurred by reason of such noncompliance.

#### **SECTION 16 - GOVERNMENTAL REQUIREMENTS**

- 16.1 The Lessee shall procure all licenses, certificates, permits or other authorization from all governmental authorities, if any, having jurisdiction over the Lessee's operations at the Leased Premises which may be necessary for the Lessee's operations thereat.
- 16.2 The Lessee shall pay all taxes, license, certification, permit and examination fees and excise taxes which may be assessed, levied, exacted, or imposed on the Leased Premises or operation hereunder or on the gross receipts or income to Lessee therefrom, and shall make all applications, reports and returns required in connection therewith.

#### **SECTION 17 - RIGHTS OF ENTRY RESERVED**

- 17.1 The Authority, by its officers, employees, agents, representatives and contractors shall have the right at all reasonable times to enter upon the Leased Premises for any and all purposes, provided, such action by the Authority, its officers, employees, agents, representatives and contractors does not unreasonably interfere with the Lessee's use, occupancy, or security requirements of the Leased Premises.
- 17.2 Without limiting the generality of the foregoing, the Authority, by its officers, employees, agents, representatives, contractors and furnishers of utilities and other services, shall have the right, at its own cost and expense, whether for its own benefit, or for the benefit of others than the Lessee at the Airport, to maintain existing and future utility, mechanical, electrical and other systems and to enter upon the Leased Premises at all reasonable times to make such repairs, replacements or alterations thereto, as may, in the opinion of the Authority, be deemed necessary or advisable, and from time to time to construct or install over, in or under the Leased Premises such systems or parts thereof and in connection with such maintenance use the Leased Premises for access to other parts of the Airport otherwise not conveniently accessible, provided, however, that in the exercise of such right of access, repair, alteration or new construction, the Authority shall not unreasonably interfere with the actual use and occupancy of the Leased Premises by the Lessee. It is specifically understood and agreed that the reservation of the aforesaid right by the Authority shall not impose or be construed to impose upon the Authority any

obligation to repair, replace or alter any utility service lines now or hereafter located on the Leased Premises for the purpose of providing utility services only to the Leased Premises.

- 17.3 In the event that any personal property of Lessee shall obstruct the access of the Authority, its officers, employees, agents or contractors, or the utility company furnishing utility service to any of the existing utility, mechanical, electrical and other systems, and thus shall interfere with the inspection, maintenance or repair of any such system, Lessee shall move such property, as directed by the Authority or said utility company, in order that access may be had to the system or part thereof for inspection, maintenance or repair. If Lessee shall fail to so move such property after direction from Authority or said utility company to do so, the Authority or the utility company may move it, and the Lessee hereby agrees to pay the cost of such moving upon demand, and further Lessee hereby waives any claim for damages as a result therefrom, except for claims for damages arising from the Authority's sole negligence.
- 17.4 At any reasonable time, and from time to time during the ordinary business hours, the Authority, by its officers, agents, and employees, whether or not accompanied by a prospective lessee, occupier, or user of the Leased Premises, shall have the right to enter thereon for the purpose of exhibiting and viewing all parts of the same, subject to Lessee's reasonable security requirements.
- 17.5 Exercise of any or all of the foregoing rights, by the Authority, or others under right of the Authority, shall not be, nor be construed to be, an eviction of Lessee, nor be made the grounds for any abatement of rental nor any claim or demand for damages, consequential or otherwise.

#### **SECTION 18 - ADDITIONAL RENTS AND CHARGES**

- 18.1 Except as provided in Section 5.3 (b), in the event Lessee fails within thirty (30) days after receipt of written notice from Authority to perform or commence to perform any obligation required herein to be performed by Lessee, Authority may enter the Leased Premises (without such entering causing or constituting a cancellation of this Agreement or an interference with the possession of such Leased Premises by Lessee) and do all things reasonably necessary to perform such obligation, charging to Lessee the cost and expense thereof, and Lessee agrees to pay to the Authority upon demand such charge in addition to other amounts payable by Lessee hereunder. Provided, however, that if Lessee's failure to perform any such obligation endangers the safety of the public or employees or property of the Authority, or other tenants of the Airport, and Authority so states in its notice to Lessee, the Authority may perform such obligation of Lessee at any time after the giving of such notice, and charge to the Lessee the reasonable cost and expense thereof which Lessee shall pay upon demand.
- 18.2 If the Authority elects to pay any sum or sums or incur any obligation or expense by reason of the failure, neglect or refusal of Lessee to perform or fulfill any one or more of the conditions, covenants or agreements contained in this Agreement, or as the result of any act or omission of Lessee contrary to said conditions, covenants or agreements, Lessee hereby agrees to pay the sum or sums so paid or expense so incurred by the Authority as the result of such failure, neglect or refusal of Lessee, including interest, not to exceed the greater of fifteen percent (15%) per annum or the rate which is four percent (4%) per annum above the prime rate as published by the Wall Street Journal, together with all costs, damages and penalties. In such event, the total of such amounts may be added to any installment of rent thereafter due hereunder, and each and every part of the same shall be and become additional rent recoverable by the Authority in the same manner and with like remedies as if it were originally a part of the rent provided for in this Agreement.

#### **SECTION 19 - TERMINATION**

- 19.1 In the event of a default on the part of Lessee in the payment of rents, or any other charges required by this Agreement to be paid to the Authority, the Authority shall give written notice to Lessee of such default, and may demand the cancellation of this Agreement, or the correction thereof. If, within fifteen (15) days after the date Authority gives such notice, Lessee has not corrected said default, and paid the delinquent amount

- in full, this Agreement and all rights and privileges granted hereby in and to the Leased Premises shall terminate.
- 19.2 This Agreement together with all rights and privileges granted in and to the Leased Premises shall terminate automatically, upon the happening of any one or more of the following events:
- 19.2.1 the filing by Lessee of a voluntary petition in bankruptcy, or any assignment for benefit of creditors of all or any part of Lessee's assets; or,
- 19.2.2 any institution of proceedings in bankruptcy against Lessee; provided, however, that the Lessee may defeat such termination if the petition is dismissed within thirty (30) days after the institution thereof; or,
- 19.2.3 The filing of a petition requesting a court to take jurisdiction of Lessee or its assets under the provisions of any Federal reorganization act; or
- 19.2.4 The filing of a request for the appointment of a receiver or trustee of Lessee's assets by a court of competent jurisdiction, or the request for the appointment of a receiver or trustee of Lessee's assets by a voluntary agreement with Lessee's creditors; or,
- 19.2.5 The abandonment by Lessee of the conduct of its authorized Airport business at the Airport, and in this connection suspension of operations for a period of sixty (60) days will be considered abandonment in the absence of a satisfactory explanation which is accepted in writing by the Authority.
- 19.2.6 The provisions of section 19.2.1 shall not apply to the pledge of all or any part of Lessee's assets as security for financing for the construction, operation, maintenance, and repair of Lessee's improvements.
- 19.3 Upon the default by Lessee in the performance of any covenant or conditions required to be performed by Lessee, and the failure of Lessee to remedy such default for a period of thirty (30) days after receipt from the Authority of written notice to remedy the same (except as otherwise provided in Section 5.3 (b) above) and, except default in the timely payment of any money due the Authority, the Authority shall have the right to cancel this Agreement for such cause.
- 19.4 Upon the default of Lessee, and the giving of notice by the Authority to cancel this Agreement as provided for elsewhere herein, said notice of cancellation shall be final; provided however, that should the Authority determine that Lessee is diligently remedying such default to completion, and so advises Lessee in writing, said notice of cancellation may be held in abeyance. If, however, the Authority determines that such default is no longer being diligently remedied to conclusion, the Authority shall so advise Lessee in writing, and said notice of cancellation shall no longer be held in abeyance for any reason and shall become final without further notice to Lessee. The determination of the Authority in this regard shall in all events be conclusive and binding upon Lessee.
- 19.5 Upon the cancellation or termination of this Agreement for any reason, all rights of the Lessee, tenants and any other persons in possession shall terminate, including all rights or alleged rights of creditors, trustees, assigns, and all others similarly so situated as to the Leased Premises. Upon said cancellation or termination of this Agreement for any reason, the Leased Premises, except for such personal property which may be removed from said Leased Premises as provided for elsewhere herein, shall be free of all encumbrances and all claims of Lessee, its tenants, creditors, trustees, assigns and all others, and the Authority shall have immediate right of possession to the Leased Premises.
- 19.6 Failure by the Authority to take any authorized action upon default by Lessee of any of the terms, covenants or conditions required to be performed, kept, and observed by Lessee shall not be construed to be, nor act as, a waiver of said default nor of any subsequent default of any of the terms, covenants and conditions contained herein to be performed, kept, and observed by Lessee. Acceptance of rentals by the Authority under the terms hereof, for any period or periods after a default by Lessee of any of the terms,

covenants and conditions herein required to be performed, kept, and observed by Lessee shall not be deemed a waiver or estoppel of any right on the part of the Authority to cancel this Agreement for any subsequent failure by Lessee to so perform, keep or observe any of said terms, covenants, or conditions.

**SECTION 20 - TERMINATION BY LESSEE**

- 20.1 In addition to any other right or cancellation herein given to Lessee, or any other rights to which it may be entitled to by law, equity or otherwise, as long as Lessee is not in default in payment to Authority of any amounts due Authority under this Agreement, Lessee may cancel this Agreement and thereby terminate all of its rights and unaccrued obligations hereunder, by giving Authority written notice upon or after the happening of the following events:
- 20.1.1 issuance by a court of competent jurisdiction of an injunction which in any way substantially prevents or restrains the use of the Leased Premises, or any part thereof necessary to Lessee's business operations on the Airport, and which injunction remains in force for a period of at least thirty (30) days after the party against whom the injunction has been issued has exhausted or abandoned all appeals or one hundred twenty (120) days whichever is shorter, if such injunction is not necessitated by or issued as a result of an act or omission of Lessee; or
- 20.1.2 The assumption by the United States Government, or any authorized agency thereof, of the operation, control or use of the Airport and its facilities, or any substantial part thereof, in such a manner as to substantially restrict Lessee from operating its authorized Airport business for a continuous period of at least ninety (90) days.

**SECTION 21 - SURRENDER AND RIGHT OF RE-ENTRY**

- 21.1 Upon the cancellation or termination of this Agreement pursuant to any terms hereof, Lessee agrees peaceably to surrender up and quit claim the Leased Premises to the Authority in the same condition as they are at the time of the commencement of the term hereof, and as they may hereafter be repaired and improved by Lessee; save and except, (a) such normal wear and tear thereof as could not have been prevented by ordinary and usual repairs and maintenance, (b) obsolescence in spite of repair, and (c) damage to or destruction of the leasehold improvements for which insurance proceeds are received by the Authority. Upon such cancellation or termination, the Authority may re-enter and repossess the Leased Premises together with all improvements and additions thereto, or pursue any remedy permitted by law for the enforcement of any of the provisions of this Agreement, at Authority's election. Furthermore, upon such cancellation or termination, and for a reasonable time thereafter (not exceeding thirty (30) days after such cancellation or termination, and for which period Lessee will pay to the Authority current lease rentals), or during the term of this Agreement, if Lessee is not in default in rentals or any other charges or obligations due the Authority, Lessee shall have the right to remove its personal property, fixtures and trade equipment which it may have on the Leased Premises, provided the removal thereof does not impair, limit or destroy the utility of said Leased Premises or building for the purpose for which they were constructed or improved, and provided, further, that Lessee repairs all damages that might be occasioned by such removal, and restores the building and site to the condition above required.

**SECTION 22 - SERVICES TO LESSEE**

- 22.1 Authority covenants and agrees that during the term of this Agreement it will operate the Airport as such for the use and benefit of the public provided, however, that the Authority may prohibit or limit any given type, kind, or class of aeronautical use of the Airport if such action is necessary for the safe operation of the Airport or necessary to serve the civil aviation needs of the public. The Authority further agrees to use its best efforts to maintain the runways and taxiways in good repair. Authority agrees to keep in good repair hard-surfaced public roads for access to the Leased Premises. Authority also agrees to maintain its water and sanitary sewer facilities in areas designated for utilities or easements adjacent to the Leased Premises for access thereto by Lessee in accordance with Authority Ordinances governing same.
- 22.2 Lessee will contract with and obtain all required permits from the appropriate Authority Departments for any utility services provided by Authority, paying any required connection fees, including those to be paid

by owners, and all such services will be provided at rates and on terms and conditions established by the Authority for similar users in the Authority.

- 22.3 Lessee will also contract with the furnishers of all other utilities for the furnishing of such services to the Leased Premises and shall pay for all water, gas, electricity, sanitary sewer service, other utilities, telephone, burglary, and fire protection services furnished to the Leased Premises.

### **SECTION 23 - SURVIVAL OF THE OBLIGATIONS OF THE LESSEE**

- 23.1 In the event that the Agreement shall have been terminated in accordance with a notice of termination as provided in Section 19 hereof, all the obligations of the Lessee under this Agreement shall survive such termination, re-entry, regaining or resumption of possession and shall remain in full force and effect for the full term of this Agreement, and the amount or amounts of damages or deficiency shall become due and payable to Authority to the same extent, at the same time or times, and in the same manner as if no termination, re-entry, regaining or resumption of possession had taken place. Authority may maintain separate actions each month to recover the damage or deficiency then due or at its option and at any time may sue to recover the full deficiency less the proper discount, for the entire unexpired term of the Agreement.
- 23.2 The amount of damages for the period of time subsequent to termination (or re-entry, regaining or resumption of possession) on account of the Lessee's rental obligations, shall be the sum of the following:
- 23.2.1 the amount of the total of all installments thereof payable prior to the effective date of termination except that the credit to be allowed for the installment payable on the first (1st) day of the month in which the termination is effective shall be prorated for the part of the month the Agreement remains in effect on the basis of the total days in the month;
- 23.2.2 an amount equal to all expenses incurred by Authority in connection with regaining possession, restoring the Leased Premises, acquiring a new lease for the Leased Premises, legal expenses (including but not limited to attorney's fees), putting the Leased Premises in order, maintenance, and brokerage fees.
- 23.2.3 an amount equal to any deficiency for the remaining term of the Lease, computed in accordance with the provisions of Section 23.1.

### **SECTION 24 - USE SUBSEQUENT TO CANCELLATION OR TERMINATION**

- 24.1 The Authority, upon termination or cancellation pursuant to Section 19 hereof, may occupy the Leased Premises or may enter into an agreement with another lessee and shall have the right to permit any person, firm, or corporation to enter upon the Leased Premises and use the same. Such use may be of part only of the Leased Premises or of the entire Leased Premises, together with other premises, and for a period of time the same as or different from the balance of the term hereunder remaining, and on terms and conditions the same as or different from those set forth in this Agreement.
- 24.2 Authority shall also, upon said termination or cancellation, or upon re-entry, regaining or resumption of possession, have the right to repair and to make structural or other changes in the Leased Premises, including changes which alter its character and the suitability thereof for the purpose of the Lessee under this Agreement, without affecting, altering or diminishing the obligations of the Lessee hereunder, provided, that any structural changes shall not be at Lessee's expense.
- 24.3 In the event either of use by others or of any actual use and occupancy by Authority, there shall be credited to the account of the Lessee against its survived obligations hereunder any net amount remaining after deducting from the amount actually received from any lessee, licensee, permittee or other occupier in connection with the use of the said Leased Premises or portion thereof during the balance of the term of use

and occupancy as the same is originally stated in this Agreement, or from the market value of the occupancy of such portion of the Leased Premises as Authority may itself during such period actually use and occupy, all expenses, costs and disbursements incurred or paid by Authority in connection therewith. No such use and occupancy shall be or be construed to be an acceptance of a surrender of the Leased Premises, nor shall such use and occupancy constitute a waiver of any rights of Authority hereunder. Authority will use its best efforts to minimize damages to Lessee under this Section.

#### **SECTION 25 - LIMITATION OF RIGHTS AND PRIVILEGES GRANTED**

- 25.1 Except the exclusive right of Lessee to possession of the Leased Premises, no exclusive rights at the Airport are granted by this Agreement and no greater rights or privileges with respect to the use of the Leased Premises or any part thereof are granted or intended to be granted to the Lessee by this Agreement, or by any provision thereof, than the rights and privileges expressly and specifically granted hereby.

#### **SECTION 26 - NOTICES**

- 26.1 All notices, consents and approvals required or desired to be given by the parties hereto shall be sent in writing, and shall be deemed sufficiently given when same is deposited in the United States Mail, sufficient postage prepaid, registered or certified mail, return receipt requested, addressed to the recipient at the address set forth below:

To Authority:     Airport Manager  
                           Newnan Coweta County Airport Authority  
                           115 Airport Rd.  
                           Newnan, GA 30263

and

To:           NEWNAN AIRPORT HANGAR ASSOCIATION SOUTHWEST, LLC  
                   P.O. Box 1087  
                   Newnan, GA 30264

- 26.2 Such addresses shall be subject to change from time to time to such other addresses as may have been specified in written notice given by the intended recipient to sender.

#### **SECTION 27 - HOLDING OVER**

- 27.1 No holding over by Lessee after the termination of this lease shall operate to extend or renew this lease for any further term whatsoever; but Lessee will by such holding over become a tenant at will of the Authority after written notice by the Authority to vacate such premises. Continued occupancy thereof by Lessee shall constitute Lessee a trespasser.
- 27.2 Any holding over by Lessee beyond the thirty (30) day period permitted for removal of fixtures without the written consent of the Authority shall make the Lessee liable to the Authority for damages equal to double the rentals provided for herein and which were in effect at the termination of the lease.
- 27.3 All insurance coverage that Lessee is required under the provisions hereof to maintain in effect shall continue in effect for so long as Lessee, or any of Lessee's sublessees or tenants occupy the Leased Premises or any part thereof.

## SECTION 28 - INVALID PROVISIONS

- 28.1 The invalidity of any provisions, articles, paragraphs, portions, or clauses of this Agreement shall have no effect upon the validity of any other part or portion hereof, so long as the remainder shall constitute an enforceable Agreement.

## SECTION 29 - MISCELLANEOUS PROVISIONS

### Remedies to be Nonexclusive.

- 29.1 All remedies provided in this Agreement shall be deemed cumulative and additional and not in lieu of, or exclusive of, each other, or of any other remedy available to the Authority, or Lessee, at law or in equity, and the exercise of any remedy, or the existence herein of other remedies or indemnities shall not prevent the exercise of any other remedy.

### Non-Waiver of Rights.

- 29.2 The failure by either party to exercise any right, or rights accruing to it by virtue of the breach of any covenant, condition, or agreement herein by the other party shall not operate as a waiver of the exercise of such right or rights in the event of any subsequent breach by such other party, nor shall other party be relieved thereby from its obligations under the terms hereof.

### Force Majeure.

- 29.3 Neither party shall be deemed in violation of this Agreement if it is prevented from performing any of its obligations hereunder by reason of labor disputes, acts of God, acts of the public enemy, acts of superior governmental authority or other circumstances for which it is not responsible or which is not in its control provided, however, that this section shall not excuse Lessee from paying the rentals herein specified. Notwithstanding the language in this subparagraph in the event of emergency wherein the Federal Airport Authority orders the cessation of flight operations out of the Newnan-Coweta airport which exceeds ninety (90) days, Lessee may be excused from any rental obligations until the Federal Airport Authority resumes flight operations at said airport.

### Non-liability of Individuals.

- 29.4 No director, officer, agent, or employee of either party hereto shall be charged personally or held contractually liable by or to the other party under any term or provision of this Agreement or of any supplement, modification, or amendment to this Agreement because of any breach thereof, or because of his or their execution or attempted execution of the same.

### Quiet Enjoyment

- 29.5 The Authority covenants that as long as Lessee is not in default of any provision of this Agreement, Lessee shall and may peaceably and quietly have, hold, and enjoy the Leased Premises exclusively to it during the term hereof unless sooner canceled as provided in this Agreement.

### General Provisions

- 29.6 Lessee shall not use, or permit the use of, the Leased Premises, or any part thereof, for any purpose or use other than those authorized by this Agreement.
- 29.7 This Agreement shall be performable and enforceable in Newnan, Georgia, and shall be construed in accordance with the laws of the State of Georgia.
- 29.8 This Agreement is made for the sole and exclusive benefit of the Authority and Lessee, their successors and assigns, and is not made for the benefit of any third party.
- 29.9 In the event of any ambiguity in any of the terms of this Agreement, it shall not be construed for or against any party hereto on the basis that such party did or did not author the same.
- 29.10 All covenants, stipulations and agreements in this Agreement shall extend to and bind each party hereto, its legal representatives, successors and assigns.



- 29.11 The titles of the several articles of this Agreement are inserted herein for convenience only, and are not intended and shall not be construed to affect in any manner the terms and provisions hereof, or the interpretation or construction thereof.
- 29.12 Nothing herein contained shall create or be construed to creating a co-partnership between the Authority and the Lessee or to constitute the Lessee an agent of the Authority. The Authority and the Lessee each expressly disclaim the existence of such a relationship between them.
- 29.13 All disputes and controversies of every kind and nature between the parties to this agreement arising out of or in connection with this agreement as to the existence, construction, validity, interpretation or meaning, performance, non-performance, enforcement, operation, breach, continuance, or termination thereof, including damages, shall be settled by binding arbitration conducted at the offices of the American Arbitration Association located in Atlanta, Georgia, at a date and time noticed by the arbitrators, in accordance with the commercial arbitration rules then in effect of the American Arbitration Association. All matters submitted to arbitration shall be submitted to two disinterested and competent persons, mutually chosen, who shall select a third, whose award shall be conclusive and binding on both parties and judgment thereon may be entered in any court of competent jurisdiction. If the parties cannot mutually agree on two arbitrators within ten (10) days after a demand for arbitration is given, the American Arbitration Association shall select the two arbitrators who shall select a third. The parties stipulate and agree that the provisions of this agreement as to the arbitration shall be a complete defense to any suit, action, or proceeding instituted in any federal, state, or local court, or before any administrative tribunal with respect to any controversy or dispute arising during the period of this agreement; provided that nothing herein prohibits a party from bringing an action to enforce the arbitration provision hereof. The arbitration provisions of this agreement shall, with respect to controversies or disputes, survive the termination or expiration of this agreement. Nothing contained in this agreement shall be deemed to give the arbitrators any authority, power, or right to alter, change, amend, modify, add to or subtract from any of the provisions of this agreement. Either party may demand arbitration in writing by giving the other party thirty (30) days notice. The arbitrator, as part of the arbitration award, shall determine which party or parties pay the costs of arbitration.

### **SECTION 30 - SUBORDINATION CLAUSES**

- 30.1 This Agreement is subject and subordinate to the following:
- 30.1.1 Authority reserves the right to develop and improve the Airport as it sees fit, regardless of the desires or view of Lessee, and without interference or hindrance by or on behalf of Lessee, provided, Lessee is not deprived of the use of or access to the Leased Premises.
- 30.1.2 Authority reserves the right to take any action it considers necessary to protect the aerial approaches to the Airport against obstruction, together with the right to prevent Lessee from erecting or permitting to be erected any building or other structure on the Airport which, in the opinion of the Authority, would limit the usefulness of the Airport or constitute a hazard to aircraft.
- 30.1.3 This Agreement is and shall be subordinate to the provisions of existing and future agreements between Authority and the United States relative to the operation or maintenance of the Airport, the execution of which has been or may be required as a condition precedent to the obtaining or expenditure of Federal funds for the benefit of the Airport.
- 30.1.4 During the time of war or national emergency, Authority shall have the right to lease all or any part of the landing area or of the Airport to the United States for military or naval use, and if any such lease is executed, the provisions of this Agreement insofar as they may be inconsistent with the provisions of such lease to the Government, shall be suspended, but such suspension shall not extend the term of this Agreement. Abatement of rentals shall be determined by the Authority in proportion to the degree of interference with Lessee's use of the Leased Premises.

- 30.1.5 Except to the extent required for the performance of any obligations of Lessee hereunder, nothing contained in this Agreement shall grant to the Lessee any rights whatsoever in the airspace above the Leased Premises other than those rights where subject to Federal Aviation Administration rules, regulations, and orders currently or subsequently effective.

**SECTION 31 - ENTIRE AGREEMENT**

- 31.1 This Agreement consists of Sections 1 to 31, inclusive, and Exhibit A, Exhibit B, and Exhibit C.
- 31.2 This Agreement constitutes the entire Agreement of the parties hereto and may not be changed, modified, discharged, or extended except by written instrument duly executed by the Authority and the Lessee. The parties agree that no representations or warranties shall be binding upon the Authority or the Lessee unless expressed in writing in this Agreement of Lease.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement.

Signed, sealed, and delivered NEWNAN COWETA COUNTY AIRPORT AUTHORITY by Newnan Coweta County Airport Authority the presence of:

\_\_\_\_\_  
Unofficial Witness

BY: \_\_\_\_\_  
Mr. Joseph Rutkiewicz, Chairman

\_\_\_\_\_  
Notary Public  
Commission Expires: \_\_\_\_\_  
(SEAL)

ATTESTED  
BY: \_\_\_\_\_

(CORPORATE SEAL)

LESSEE

Signed, sealed and delivered  
by LESSEE  
In the presence of:

\_\_\_\_\_  
Unofficial Witness

BY: \_\_\_\_\_  
ITs

\_\_\_\_\_  
Notary Public  
Commission Expires: \_\_\_\_\_  
(SEAL)

ATTESTED  
BY: \_\_\_\_\_

(CORPORATE SEAL)

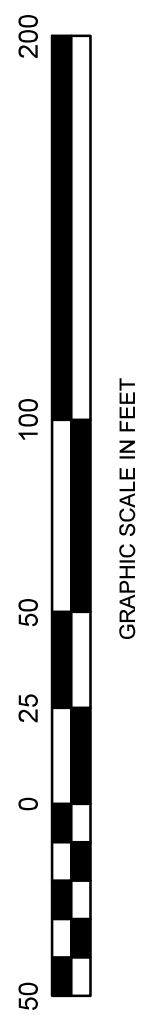
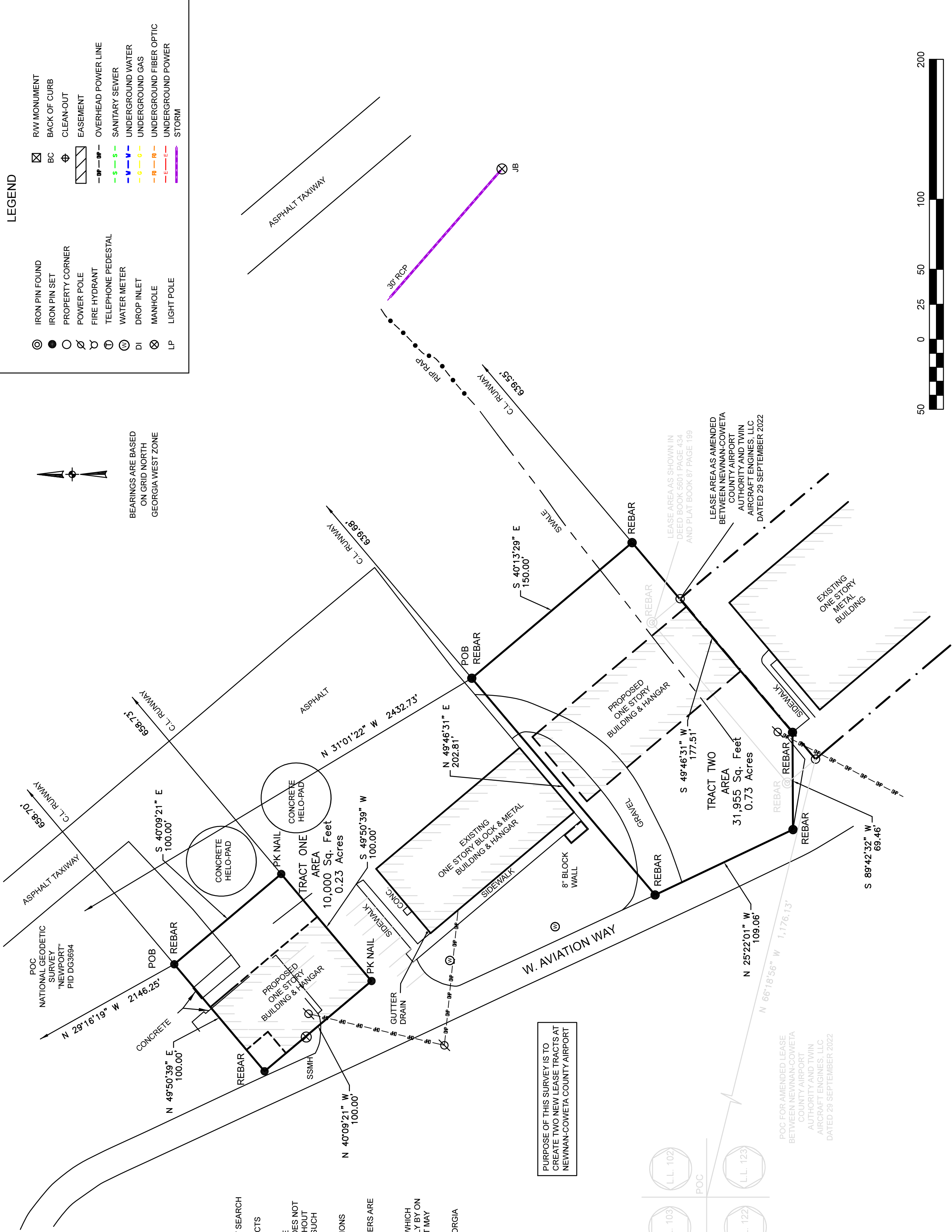


LEGEND

- ⊙ IRON PIN FOUND
- IRON PIN SET
- PROPERTY CORNER
- ⊗ POWER POLE
- ⊕ FIRE HYDRANT
- ⊖ TELEPHONE PEDESTAL
- ⊗ WATER METER
- ⊖ DROP INLET
- ⊗ MANHOLE
- ⊖ LIGHT POLE
- ⊙ IRON PIN FOUND
- BC BACK OF CURB
- ⊕ CLEAN-OUT
- ⊖ EASEMENT
- OP— OVERHEAD POWER LINE
- S— SANITARY SEWER
- V— UNDERGROUND WATER
- G— UNDERGROUND GAS
- R— UNDERGROUND FIBER OPTIC
- E— UNDERGROUND POWER
- S— STORM



BEARINGS ARE BASED ON GRID NORTH GEORGIA WEST ZONE



*William G. Harbuck*  
WILLIAM G. HARBUCK, GA. R.L.S. #3006

THIS PLAT IS A RETRACEMENT OF AN EXISTING PARCEL OR PARCELS OF LAND AND DOES NOT SUBDIVIDE OR CREATE A NEW PARCEL OR MAKE ANY CHANGED TO ANY REAL PROPERTY BOUNDARIES. THE RECORDING INFORMATION OF THE DOCUMENTS, MAPS, PLATS, OR OTHER INSTRUMENTS WHICH CREATED THE PARCEL OR PARCELS ARE STATED HEREON. RECORDATION OF THIS PLAT DOES NOT IMPLY APPROVAL OF ANY LOCAL JURISDICTION, AVAILABILITY OF PERMITS, COMPLIANCE WITH LOCAL REGULATIONS OR REQUIREMENTS, OR SUITABILITY FOR ANY USE OR PURPOSE OF THE LAND. FURTHERMORE, THE UNDERSIGNED LAND SURVEYOR CERTIFIES THAT THIS PLAT COMPLIES WITH THE MINIMUM TECHNICAL STANDARDS FOR PROPERTY SURVEYS IN GEORGIA AS SET FORTH IN THE RULES AND REGULATIONS OF THE GEORGIA BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS AND LAND SURVEYORS AND AS SET FORTH IN O.C.G.A. SECTION 15-6-67.

RESERVED FOR CLERK OF SUPERIOR COURT

**SURVEYOR NOTES**  
 1. SURVEYOR HAS MADE NO INVESTIGATION OR INDEPENDENT SEARCH FOR EASEMENTS OF RECORD, ENCUMBRANCES, RESTRICTIVE COVENANTS, OWNERSHIP TITLE EVIDENCE, OR ANY OTHER FACTS THAT A CURRENT TITLE SEARCH MAY DISCLOSE.  
 2. THIS PLAT WAS PREPARED FOR THE EXCLUSIVE USE OF THE PERSON, PERSONS OR ENTITY NAMED HEREON. THIS PLAT DOES NOT EXTEND TO ANY UNNAMED PERSON, PERSONS OR ENTITY WITHOUT THE EXPRESS RECERTIFICATION OF THE SURVEYOR NAMING SUCH PERSON, PERSONS OR ENTITY.  
 3. THIS PROPERTY IS SUBJECT TO CURRENT ZONING REGULATIONS AND RESTRICTIONS.  
 4. THE EXISTENCE, SIZE, AND LOCATION OF IMPERVIOUS BUFFERS ARE SUBJECT TO FINAL DETERMINATION BY THE LOCAL ISSUING AUTHORITY, CITY, OR COUNTY.  
 5. OWNERSHIP OF IMPROVEMENTS MADE TO THE PROPERTY WHICH CREATE AN ENCROACHMENT CAN NOT BE DETERMINED SOLELY BY ON SITE INSPECTION. ENCROACHMENTS DEPICTED ON THIS PLAT MAY NOT REPRESENT THE CORRECT OWNERSHIP.  
 6. POC AND HORIZONTAL BEARINGS (NAD 83, GRID NORTH GEORGIA WEST ZONE) WERE OBTAINED USING GPS.

PURPOSE OF THIS SURVEY IS TO CREATE TWO NEW LEASE TRACTS AT NEWNAN-COWETA COUNTY AIRPORT

**REFERENCE**  
 DEED BOOK 623 PAGE 234  
 PLAT BOOK 50 PAGE 238  
 PLAT BOOK 87 PAGE 199  
 AMENDMENT TO LEASE AGREEMENT BETWEEN NEWNAN-COWETA COUNTY AIRPORT AUTHORITY AND TWIN AIRCRAFT ENGINES, LLC DATED 29 SEPTEMBER 2022

**ADDRESS:**  
 WEST AVIATION WAY  
 NEWNAN, GEORGIA 30263

**SURVEY FOR:**  
**JASON GOINS**

LAND LOT 123  
 2ND DISTRICT  
 COWETA COUNTY, GEORGIA

**HARBUCK LAND SURVEYORS, INC**

LAND SURVEYOR FIRM NO. 959  
 WILLIAM G. HARBUCK  
 GEORGIA REGISTERED LAND SURVEYOR NO. 3006  
 53C JEFFERSON STREET  
 NEWNAN, GA 30263

0-235-5565  
 HARBUCKLANDSURVEYORS@GMAIL.COM  
 SCALE: 1" = 50'  
 DATE: 12.21.2024  
 ELD WORK: 02.20.2024

THE FIELD DATA UPON WHICH THIS MAP OR PLAT IS BASED HAS A CLOSURE PRECISION OF ONE FOOT IN 16,259 FEET AND AN ANGULAR ERROR OF 3 SECONDS PER ANGLE POINT AND WAS NOT ADJUSTED. THIS MAP OR PLAT HAS BEEN CALCULATED FOR CLOSURE AND IS FOUND TO BE ACCURATE WITHIN ONE FOOT IN 173,564 FEET. THE TYPE OF EQUIPMENT USED TO OBTAIN THE LINEAR AND ANGULAR MEASUREMENTS USED IN THE PREPARATION OF SAID MAP OR PLAT IS AN ELECTRONIC TOTAL STATION.

**EXHIBIT B**  
**Insurance**

Lessee in its own name as insured and, at its sole cost and expense, shall secure, and maintain in continuous effect during the term of this Agreement, insurance policies issued by an insurance carrier licensed to do business in the State of Georgia providing for:

- (1) Comprehensive General Liability Insurance. Combined Single limits including Bodily Injury and Property Damage with limits of \$1,000,000 for each occurrence, personal and advertising injury with a limit of \$1,000,000 per occurrence and \$2,000,000 general and products/completed operations aggregates. General Liability should include premises/operations coverage and products and completed operations coverage.
- (2) Auto Liability – including Owner, hired, and non-owned vehicles with Combined Single limits including Bodily injury and Property damage of \$500,000 for each occurrence.
- (3) Umbrella Excess Liability Insurance: Contractor shall carry umbrella excess liability including Auto, General Liability and Workers’ Compensation in the amount of \$1,000,000 over existing primary insurance and over self-insured hazards.
- (4) If Lessee has its own fuel tanks, Environment Impairment Liability and/or Pollution Liability - \$1,000,000 per occurrence.
- (5) Workers’ Compensation: As required by law.

All of the above policies must be occurrence based. Authority and Coweta County shall be named as an additional insured on all policies. The policies shall contain provisions that the coverage provided by said policies shall be primary to any insurance maintained by or for the benefit of Authority or Coweta County provide that the carrier issuing the certificate shall notify Authority thirty (30) days in advance of any cancellation or material change in the terms or coverage of such insurance policies. Said insurance shall in fact be primary to any insurance maintained by or for the benefit of Authority or Coweta County.

Lessee shall provide Authority with the Policies and Certificates indicating proof of the foregoing insurance coverages. The failure of the Lessee to obtain or maintain such insurance coverage shall not relieve the Lessee from any liability arising from this Agreement nor any such liability be limited to the liability insurance coverage provided for herein.

Notwithstanding the above, any such certificate naming an insurance carrier not having at least an “A” rating by A.M. Best & Company, shall be referred to the Airport Manager for review and recommendation.

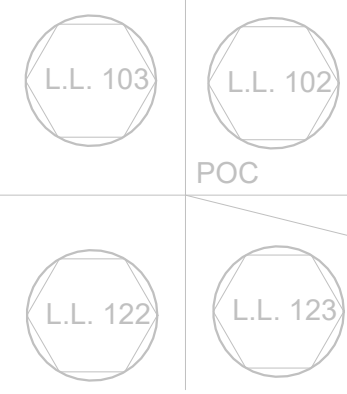
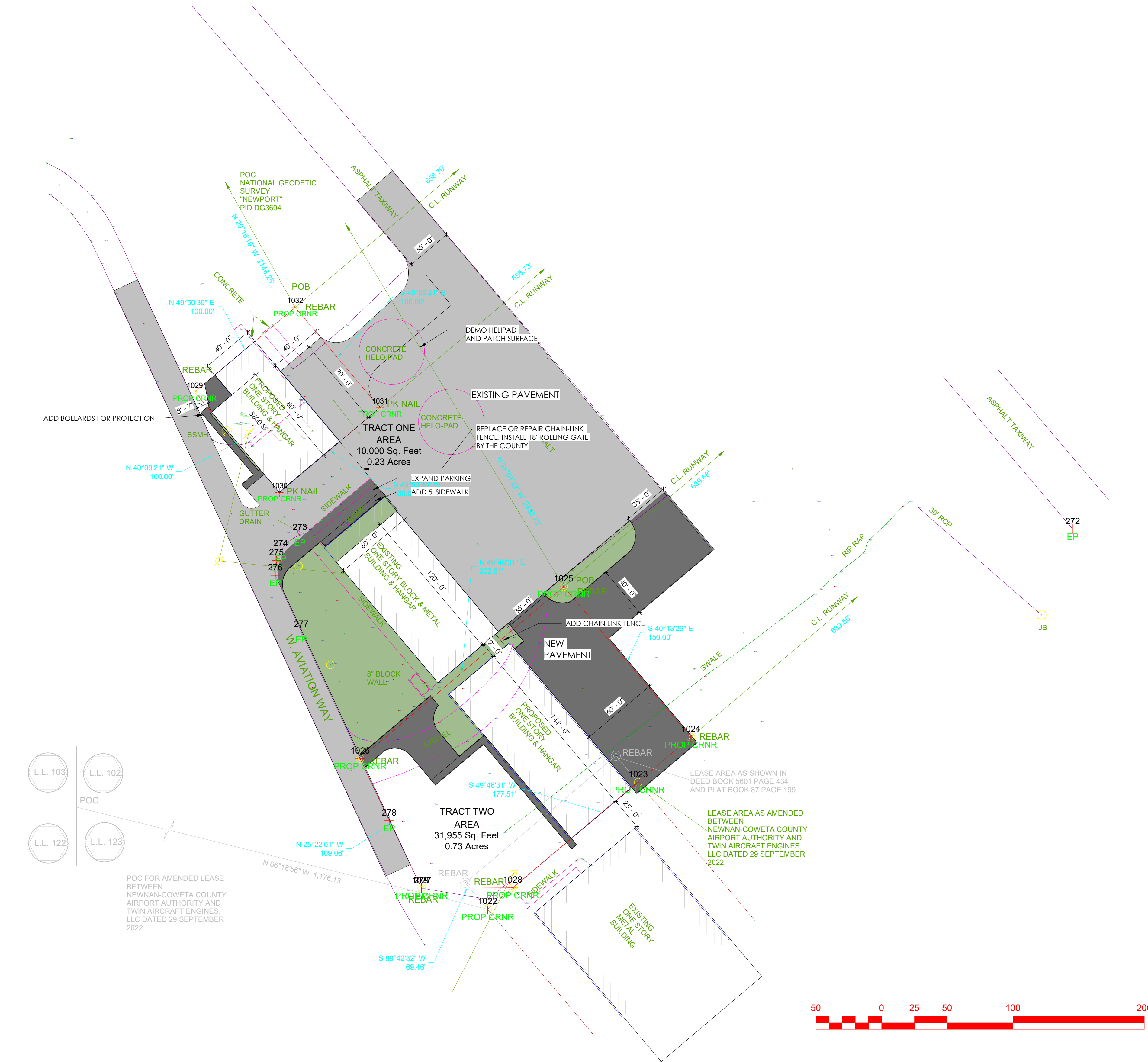




57 PERRY STREET  
NEWNAN, GEORGIA 30263  
TELEPHONE: (770) 683-9170  
FAX: (770) 683-9171  
E-MAIL: info@kaod.com  
WEBSITE: www.kaod.com

Revision Schedule

Revision Number	Date	Description



POC FOR AMENDED LEASE BETWEEN NEWNAN-COWETA COUNTY AIRPORT AUTHORITY AND TWIN AIRCRAFT ENGINES, LLC DATED 29 SEPTEMBER 2022



1 SITE  
1" = 40'-0"

**W AVIATION WAY**  
PROJECT ADDRESS  
  
Prepared for  
**JASON GOINS**

COMMISSION NO:  
**2402-00**  
SHEET TITLE:  
**SITE PLANS**  
SHEET NO:

**A0.01**  
NOT ISSUED FOR CONSTRUCTION



## Letter of Intent

September 1, 2023

Mr. Calvin Walker  
Newnan Coweta County Airport  
115 Airport Rd Box 2  
Newnan, GA 30263

### **RE: Newnan Coweta County Airport**

Dear Mr. Walker:

Avion GA, LLC would like to submit the following "Letter of Intent" to lease a portion of the Newnan Coweta County Airport.

#### **Premises:**

Unimproved Land: TBD

Improved Land: N/A

Office Area: N/A

Hangar Area: A single 4 bay building approximately 50'x 192'

Please see Exhibit "A". [attach a site plan showing the property]

#### **Term:**

30 Years

#### **Option to Extend:**

Lessee shall have the right to extend the lease for two, five-year periods. The rental rate for each extension shall be at the then current market rate as published for the airport.

#### **Rental Rate:**

Unimproved Land: \$0.30/sqft

Improved Land: N/A

Office Area: N/A

Hangar Area: N/A

The base rental rate shall be increased annually by the increase in the CPI index.

#### **Fees: [list those applicable, delete others]**

#### **Type of Lease:**

All leases are NET-NET-NET, which require the Lessee to pay for the cost of utilities, janitorial, trash

Mr. Calvin Walker

Page 2

**Insurance Requirements:**

Lessee in its own name as insured and, at its sole cost and expense, shall secure, and maintain in continuous effect during the term of this Agreement, insurance policies issued by an insurance carrier licensed to do business in the State of Georgia providing for:

- (1) Comprehensive General Liability Insurance. Combined Single limits including Bodily Injury and Property Damage with limits of \$1,000,000 for each occurrence, personal and advertising injury with a limit of \$1,000,000 per occurrence and \$2,000,000 general and products/completed operations aggregates. General Liability should include premises/operations coverage and products and completed operations coverage.
- (2) Auto Liability – including Owner, hired, and non-owned vehicles with Combined Single limits including Bodily injury and Property damage of \$500,000 for each occurrence.
- (3) Umbrella Excess Liability Insurance: Contractor shall carry umbrella excess liability including Auto, General Liability and Workers' Compensation in the amount of \$1,000,000 over existing primary insurance and over self-insured hazards.
- (4) If Lessee has its own fuel tanks, Environment Impairment Liability and/or Pollution Liability - \$1,000,000 per occurrence.
- (5) Workers' Compensation: As required by law.

All of the above policies must be occurrence based. Authority and Coweta County shall be named as an additional insured on all policies. The policies shall contain provisions that the coverage provided by said policies shall be primary to any insurance maintained by or for the benefit of Authority or Coweta County provide that the carrier issuing the certificate shall notify Authority thirty (30) days in advance of any cancellation or material change in the terms or coverage of such insurance policies. Said insurance shall in fact be primary to any insurance maintained by or for the benefit of Authority or Coweta County.

Lessee shall provide Authority with the Policies and Certificates indicating proof of the foregoing insurance coverages. The failure of the Lessee to obtain or maintain such insurance coverage shall not relieve the Lessee from any liability arising from this Agreement nor any such liability be limited to the liability insurance coverage provided for herein.

Notwithstanding the above, any such certificate naming an insurance carrier not having at least an "A" rating by A.M. Best & Company, shall be referred to the Airport Manager for review and recommendation.

**Uses:**

Aircraft Storage

**Lease Commencement:**

The Lease shall commence upon completion of airfield access (taxiways), road, and necessary utilities to be completed by Airport Authority.

**Security Deposit:**

None

**Prepaid Rent:**

None

*Newnan-Coweta County Airport*

Attachment: 2024.LandLease.NewnanAirportHangarAssociationSouthwestLLC VER2 (14387 : New Construction Lease with Newnan Airport

Mr. Calvin Walker  
Page 3

**Lessee Improvements:**

Lessor shall be responsible for providing to Lessee the following improvements at its sole cost and expense:

1. Airfield access (taxiways to runway), road, and necessary utilities to site

Lessee shall be responsible for the following improvements to the premises, which shall be included in the Lease as Exhibit C:

1. A single 4 bay aircraft storage building approximately 50' x 192'.

**Development**

Lessee shall develop the premises in accordance with the following:

1. [If this is a new development, briefly describe the Lessee's proposed development plan for the property]

Lessee shall have three (3) months from signature of the Lease document to submit plans for approval to the Airport Authority, and eight (8) months from signature to begin construction of the project. In the event that the project is not started within that time period, Lessee shall pay to Lessor a penalty equal to 20% of the base rent, payable per month, until the project is started.

Lessee shall have twelve (12) months from signature of the Lease document to complete construction of the project. In the event that the project is not completed with the project (defined as the Certificate of Occupancy) within that time period, Lessee shall pay to Lessor a penalty equal to 50% of the base rent payable per month until the project is completed.

In the event the project is not completed within twelve (12) months of the Lease signature date, Lessor will have the option to a) cancel the Lease, or b) require the Lessee to pay as additional rent an amount equal to 100% of the base rent payable.

**Parking:**

Lessee shall provide as part of their leasehold spaces for parking and spaces for Handicap Parking in compliance with local regulation and building requirements.

**Remarks:**

This Proposal is an outline of the major lease points only and is not a binding legal agreement to lease. Neither party shall have any legal obligation nor liability to the other with respect to the matters set forth in this Proposal until a lease is executed by both parties and approved by the appropriate governing authority.

This Letter of Intent shall expire 3/1/2024. Please respond in writing to the undersigned by that time.

Mr. Calvin Walker  
Page 4

AGREED AND ACCEPTED  
**LESSEE**



By \_\_\_\_\_ Title: Member

Date: September 1, 2023

**LESSEE**



By \_\_\_\_\_ Title: Member Date: September 1, 2023

Sincerely,

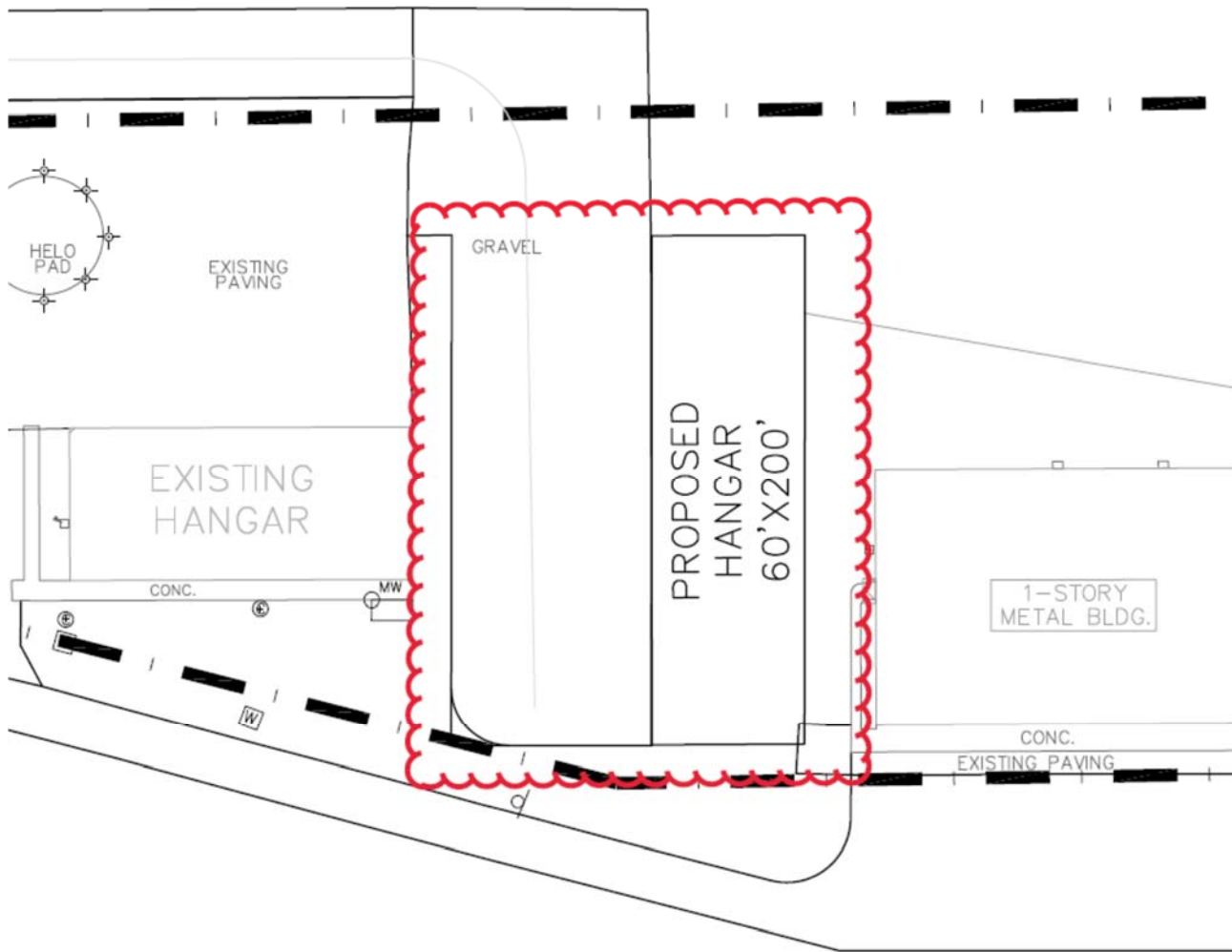
Jason Goins & Holly Escude  
Avion GA, LLC  
Lessee

\_\_\_\_\_  
*Newnan-Coweta County Airport*

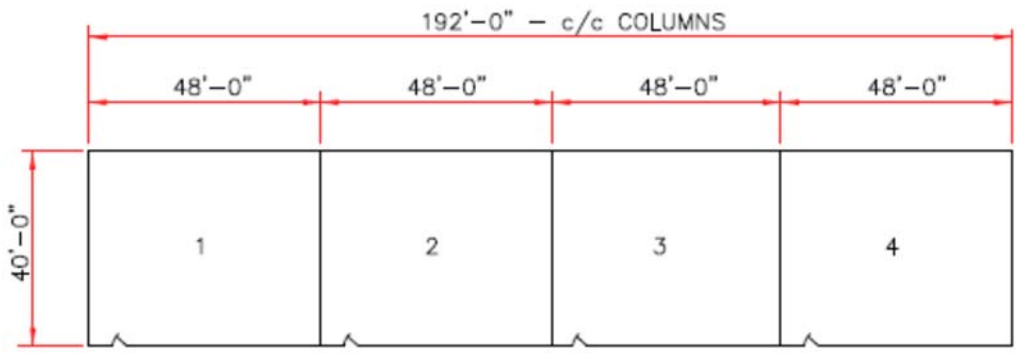
Attachment: 2024.LandLease.NewnanAirportHangarAssociationSouthwestLLC VER2 (14387 : New Construction Lease with Newnan Airport

### EXHIBIT A

\*Approximate location final TBD



### EXHIBIT C



PLAN VIEW



FRONT ELEVATION

4 UNIT MODEL BC48 HANGAR  
ALL DOORS 47'-8" x 14'-0" CLEAR

Attachment: 2024.LandLease.NewnanAirportHangarAssociationSouthwestLLC VER2 (14387 : New Construction Lease with Newnan Airport

**From:** [Rutkiewic, Joe](mailto:Rutkiewic, Joe)  
**To:** [jgoins@lhconstructiongroup.com](mailto:jgoins@lhconstructiongroup.com); [Schattner, Nathaniel](mailto:Schattner, Nathaniel); [Walker, Calvin R](mailto:Walker, Calvin R)  
**Cc:** [woodliness1120@gmail.com](mailto:woodliness1120@gmail.com)  
**Subject:** Re: Extending LOI's West side of the airport  
**Date:** Thursday, February 15, 2024 4:48:58 PM  
**Attachments:** [image003.png](#)

Due to the delays the LOI's will be extended until April 1st 2024.

Thanks,  
 Joe

Get [Outlook for iOS](#)

---

**From:** jgoins@lhconstructiongroup.com <jgoins@lhconstructiongroup.com>  
**Sent:** Wednesday, February 14, 2024 6:02:29 PM  
**To:** Schattner, Nathaniel <nschattner@coweta.ga.us>; Walker, Calvin R <cwalker@coweta.ga.us>  
**Cc:** woodliness1120@gmail.com <woodliness1120@gmail.com>; Rutkiewic, Joe <jrutkiewic@coweta.ga.us>  
**Subject:** Extending LOI's West side of the airport

Gentlemen,

We would like to extend both of the LOI's on the west side of the airport until April 1, 2024. We spoke to our surveyor and he hopes to have our plat and legal description back to us next week. Of course this is a required exhibit in the leases so we need that to be able to define the leased areas. We believe the standing leases are both attached here.

We plan to immediately sign both leases as soon as we receive the information from the surveyor and incorporate into the documents.

Thanks,

***Jason H. Goins***  
***LH Construction Group Inc.***



WARNING: This email originated outside of the Coweta County Email System. DO NOT CLICK links or attachments unless you recognize the sender and know the content is safe.



**Newnan-Coweta County Airport Authority**

115 Airport Road  
Newnan, GA 30263

Meeting: 03/15/24 09:00 AM  
Department: Airport Authority  
Category: Notification/Update  
Prepared By: Fran Collins  
Initiator: Calvin Walker  
Sponsors:

**SCHEDULED**

**AIRPORT AUTHORITY - INFORMATIONAL ITEM (ID # 14382)**

DOC ID: 14382

## **Update from the Airport Manager**

Update from the Airport Manager



**Coweta County Airport Authority**  
**February 29, 2024**

	<u>Budget</u>	<u>Current</u>	<u>Year-To-Date</u>	<u>Balance</u>	<u>February 2023</u>
<b>Operating Revenues:</b>					
Fuel Sales	\$ 1,661,000	\$ 105,448	\$ 616,905	\$ 1,044,095	\$ 35,721
Rent/Lease Income	\$ 793,811	\$ 31,871	\$ 175,410	\$ 618,401	\$ 68,346
Other	\$ 11,270	\$ 626	\$ 3,649	\$ 7,621	\$ 26,169
<b>Total Operating Revenues</b>	<b>\$ 2,466,081</b>	<b>\$ 137,944</b>	<b>\$ 795,965</b>	<b>\$ 1,670,116</b>	<b>\$ 130,911</b>
<b>Operating Expenses:</b>					
Cost of Sales:					
Fuel	\$ 1,343,000	\$ 92,088	\$ 500,731	\$ 842,269	\$ 66,583
Other	\$ 2,500	\$ 37	\$ 468	\$ 2,032	\$ 246
Credit Card Discounts	\$ 40,250	\$ 3,124	\$ 19,586	\$ 20,664	\$ 2,154
Salaries & Benefits	\$ 377,499	\$ 32,151	\$ 180,467	\$ 197,032	\$ 31,143
Lease Expense	\$ 28,000	\$ -	\$ -	\$ 28,000	\$ -
Insurance	\$ 8,500	\$ -	\$ 100	\$ 8,400	\$ -
Maintenance	\$ 107,780	\$ 32,558	\$ 75,686	\$ 32,094	\$ 2,225
Utilities	\$ 46,360	\$ 4,283	\$ 21,301	\$ 25,059	\$ 4,112
Contracted Services	\$ 25,000	\$ 9,525	\$ 10,425	\$ 14,575	\$ 3,800
Other	\$ 34,150	\$ 1,682	\$ 7,566	\$ 26,584	\$ 4,328
Legal Fees	\$ 5,000	\$ 731	\$ 1,093	\$ 3,907	\$ 838
Engineering/Soft Costs			\$ -		\$ -
Small Office Equipment	\$ 750	\$ -	\$ -	\$ 750	\$ 5,017
Small Hand Tools		\$ 192	\$ 192	\$ (192)	
**Capital under \$5,000		\$ -	\$ -	\$ -	\$ -
<b>Total Operating Expenses</b>	<b>\$ 2,018,789</b>	<b>\$ 176,370</b>	<b>\$ 817,616</b>	<b>\$ 1,201,173</b>	<b>\$ 120,445</b>
<b>Operating Income (Loss)</b>		<b>\$ (38,426)</b>	<b>\$ (21,651)</b>		
<b>Net Income Before Depreciation</b>		<b>\$ (38,426)</b>	<b>\$ (21,651)</b>		

\*\*These items do not meet the criteria for Capitalization

Attachment: 5 Feb FY24.Financial and Balance Sheet (14382 : Update from the Airport Manager)

**Coweta County Airport Authority**  
**Statement of Net Assets**  
**February 29, 2024**

1005	CASH - PETTY	\$172	
1011	CASH - OPERATING	\$454,211	
1032	ESCROW FUNDING ACCOUNT	\$1	
1060	CASH-PAYROLL	\$0	
1099	CONTRA CASH	\$3,621	
<b>TOTAL</b>	<b>CASH</b>	<b>\$458,004</b>	
1110	ACCOUNTS RECEIVABLE	\$21,217	
<b>TOTAL</b>	<b>RECEIVABLES</b>	<b>\$21,217</b>	
1151	DUE FROM OTHER FUNDS	\$0	
<b>TOTAL</b>	<b>DUE FROM OTHER FUNDS</b>	<b>\$0</b>	
1168	DUE FROM AIRPORT BOND	\$0	
<b>TOTAL</b>	<b>DUE FROM AIRPORT BOND</b>	<b>\$0</b>	
1187	DUE FROM ARP FUNDS	\$0	
<b>TOTAL</b>	<b>DUE FROM ARP FUNDS</b>	<b>\$0</b>	
1401	INVENTORY GASOLINE	\$65,941	
1450	PREPAID INSURANCE	\$0	
<b>TOTAL</b>	<b>DUE FROM OTHER GOVTS</b>	<b>\$65,941</b>	
1474	CASH - RETAINAGE	\$0	
<b>TOTAL</b>	<b>CASH</b>	<b>\$0</b>	
1501	SITES	\$1,028,673	
1510	SITE IMPROVEMENTS	\$18,568,245	
1511	ACC DEPREC - SITE IMPR	(\$7,446,894)	
1530	BUILDINGS	\$105,907	
1540	MACHINERY & EQUIPMENT	\$230,855	
1550	VEHICLES	\$44,556	
1560	CONSTRUCTION IN PROGRESS	\$169,480	
<b>TOTAL</b>	<b>CAPITAL ASSETS</b>	<b>\$12,700,823</b>	
<b>TOTAL</b>	<b>ASSETS</b>	<b>\$13,245,986</b>	
	<b>DEFERRED OUTFLOW</b>	<b>\$55,778</b>	
2050	ACCOUNTS PAYABLE		\$23,977
<b>TOTAL</b>	<b>ACCOUNTS PAYABLE</b>		<b>\$23,977</b>
2115	FICA TAXES PAYABLE		\$807
2116	FMED TAXES PAYABLE		\$186
<b>TOTAL</b>	<b>PAYROLL TAXES PAYABLE</b>		<b>\$993</b>
2211	COUNTY PENSION PAYABLE		\$0
2212	DEFINED CONTRIBUTION PLAN		\$701
<b>TOTAL</b>	<b>OTHER DEDUCTIONS PAYABLE</b>		<b>\$701</b>
2474	RETAINAGE PAYABLE		\$0
2475	PREPAID FUEL LIABILITY		\$26,825
<b>TOTAL</b>	<b>PAYABLE-RESTRICTED ASSETS</b>		<b>\$26,825</b>
2708	NOTE PAYABLE-BB&T		\$0
<b>TOTAL</b>	<b>BONDS PAYABLE</b>		<b>\$0</b>
2901	DUE TO GENERAL FUND		\$237,825
<b>TOTAL</b>	<b>DUE TO OTHER FUNDS</b>		<b>\$237,825</b>
2951	ACCRUED PAYROLL		\$13,796
2952	DEPOSITS		\$10,701
2953	DUE TO OTHERS		\$175
2955	COMPENSATED ABSENCES		\$7,659
2956	WORKERS COMP PAYABLE		\$0
2960	SALES TAX PAYABLE		\$5,500
2961	COMPENSATED ABSENCES-ST		\$22,977
<b>TOTAL</b>	<b>OTHER LIABILITIES</b>		<b>\$60,808</b>
2970	DEFERRED REVENUE		\$91,721
<b>TOTAL</b>	<b>DEFERRED REVENUE</b>		<b>\$91,721</b>
<b>TOTAL</b>	<b>LIABILITIES</b>		<b>\$442,850</b>
	<b>DEFERRED INFLOW</b>		<b>\$374,623</b>
<b>TOTAL</b>	<b>AIRPORT AUTHORITY NET ASSETS</b>		<b>\$12,484,290</b>

Attachment: 5 Feb FY24.Financial and Balance Sheet (14382 : Update from the Airport Manager)



**Newnan-Coweta County Airport Authority**

115 Airport Road  
Newnan, GA 30263

Meeting: 03/15/24 09:00 AM  
Department: Airport Authority  
Category: Notification/Update  
Prepared By: Fran Collins  
Initiator: Calvin Walker  
Sponsors:

DOC ID: 14383

**SCHEDULED**

**AIRPORT AUTHORITY - INFORMATIONAL ITEM (ID # 14383)**

## Update from the Airport Sponsor

Update from the Airport Sponsor



**Newnan-Coweta County Airport Authority**

115 Airport Road  
Newnan, GA 30263

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**SCHEDULED**

**AIRPORT AUTHORITY - INFORMATIONAL ITEM (ID # 14384)**

**Update from the Airport Engineer**

Update from the Airport Engineer