

**CITY COUNCIL RESEARCH DIVISION
LEGISLATIVE SUMMARY**



JEFFREY R. CLEMENTS
Chief of Research
(904) 255-5137

117 West Duval Street
City Hall, Suite 425
Jacksonville, FL 32202
FAX (904) 255-5229

Bill Type and Number: Ordinance 2022-836

Introducer/Sponsor(s): Council President at the request of the Mayor

Date of Introduction: November 9, 2022

Committee(s) of Reference: F

Date of Analysis: November 10, 2022

Type of Action: Authorization to execute lease agreement; designation of oversight agency

Bill Summary: This bill authorizes the amended and restated lease agreement between the City of Jacksonville and Northrop Grumman Systems Corporation for Building 332 16318 Lake Fretwell Street, at Cecil Commerce Center. The original lease was entered into on December 28, 2020, and previously amended on December 31, 2021. The Office of Economic Development will oversee the lease.

Background Information: Northrop Grumman Systems Corporation is seeking renewal of their current lease at Cecil Commerce Center, for a term of 38 months with two options to renew for one additional one-year term. The monthly rental rate is \$4,841.70, with 3% annual increases commencing March 1, 2024, and a \$200 monthly Common Area Maintenance charge. The facility provides repair support for the P-3 Orion aircraft.

Policy Impact Area: Cecil Commerce Center lease renewal - Northrop Grumman Systems Corporation

Fiscal Impact: Facility rental rate is \$4,841.70, with 3% annual increases commencing March 1, 2024, and a \$200 monthly Common Area Maintenance charge. No direct cost to the City.

Analyst: Hampsey