



**STAFF REPORT  
HOLLISTER CITY COUNCIL  
MEETING DATE: October 6, 2025  
REPORT # Airport-2025-20**

**AGENDA ITEM: A RESOLUTION APPROVING LEASE AMENDMENT NO. 1 FOR A TWO-YEAR LEASE EXTENSION WITH HELI-FLITE, INC. FOR THE BUILDING AND STORAGE AREA AT 234 SKYLANE DRIVE**

**DEPARTMENT:** Airport

**DEPARTMENT HEAD:** Jeff Crechriou, Airport Director

**STAFF CONTACT:** Jeff Crechriou, Airport Director

**RECOMMENDED ACTION:** Adopt a resolution approving Lease Amendment No. 1 for a two-year extension with Heli-Flite, Inc. for the building and storage area at 234 Skylane Drive at the Hollister Municipal Airport and authorizing Interim City Manager to execute Lease Amendment No. 1.

**DISCUSSION:** Building and hangar rent accounts for 68% of the Airport's annual revenue. Heli-Flite, Inc., dba Aris Helicopters (Aris), is a long-term tenant located at the Airport since 2011 and is in good standing. The Airport desires to extend the 2020 lease with Heli-Flite, Inc.

At the regular meeting of August 3, 2020, the City Council adopted Resolution No. 202-145 approving a lease with Heli-Flite, Inc. for a 10,000 square foot (sf.) hangar building with office space and 1,600 sf. fenced-in outdoor storage area located at 234 Skylane Drive at the Airport with a base term of September 1, 2020, through September 1, 2025 and provision for an extension up to an additional five (5) years.

In August, Aris notified the Airport of their desire to exercise the option to extend the term for an additional two (2) years. The term of the Lease extension is September 1, 2025, through August 30, 2027. Also, Amendment No. 1 corrects Section 3.02 Use as it previously contained an incorrect building description and modifies Section 15.01 Sales, Assignments, Transfers, Subleases, and Encumbrances to allow for subletting with the written consent of the City. All other terms and conditions of the Lease Agreement dated September 1, 2020, shall remain in full force and effect.

Aris operates a helicopter services business and stores their helicopters in the hangar space. Aris has been in discussions with Cal Fire to sublet some space to store the Cal Fire Firehawk helicopter. The City/Airport would consent to the Cal Fire sublet finding the use is consistent, Cal Fire has been at the Airport for 30 plus years, provides critical public safety/firefighting services to the region and needs a location to store the Firehawk helicopter until the new Cal Fire Air Attack Base, an anticipated \$53 million dollar investment by the state, is constructed on the west side of the airport.

**FISCAL IMPACT:** The Lease Extension will generate revenue to the Airport Enterprise Fund 601 of more than \$97,600.

**PREVIOUS COUNCIL OR COMMISSION ACTION: N/A**

**CEQA: N/A**

**ATTACHMENTS:**

1. Resolution
2. Lease Amendment No. 1