FIXED BASE OPERATOR AGREEMENT 2025

Between
Summit Flight Academy, LLC
And
The City of Lee's Summit, Missouri

FIXED BASE OPERATOR AGREEMENT

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FIXED BASE OPERATOR AGREEMENT

THIS LEASE AGREEMENT hereinafter called "Agreement" is made this	of
, 2025, between the City of Lee's Summit, Missouri, a municipal cor	poration and
Charter City hereinafter called "City" and "Summit Flight Academy LLC", a lim	ited liability
company organized and existing under the laws of the State of Missouri and auth	orized to do
business in the State of Missouri, hereinafter called "Operator". City and Operator and	re sometimes
referred to herein individually as the "Party" or collectively as the "Parties."	

WITNESSETH

WHEREAS, City operates the Lee's Summit Municipal Airport, hereafter called "Airport," located in the City of Lee's Summit, Jackson County, Missouri; has the right, title and interest in and to the real property comprising the Airport; and has full power and authority to enter into this Agreement;

WHEREAS, the Operator is desirous of operating a FBO from the Leased Premises, LS Management Hanger to perform Rental and Flight Training or related aeronautical services at the Leased Premises, LS Management Hanger, or the Airport; and

WHEREAS, Operator agrees to comply with the Minimum Standard Requirements for Airport Aeronautical Services adopted by the City for fixed based operators at the Lee's Summit Municipal Airport and the Lee's Summit Municipal Airport Rules and Regulations for so long as this Agreement is in effect.

NOW, THEREFORE, in consideration of the mutual covenants and considerations herein contained, City leases to Operator and Operator leases from City the following described premises and rights, subject to the following:

SECTION 1. LEASED PREMISES

Subsection 1.01 <u>Description of Leased Premises</u>

A. The term "Leased Premises," as referenced to in this Agreement, is the property associated with the Airport Land Lease Agreement ("Land Lease") by and between City and LS Management Services, LLC dated _______, 2025 located at the Lee's Summit Municipal Airport, 2751 NE Douglas, Lee's Summit, Missouri, 64064, located on the North Apron.

B. The above-referenced premises and other locations approved by the Airport Manager in paragraphs "C", "D" and "E" of this subsection are included as part of the Leased Premises in their present condition, and any improvements, together with the easements and rights thereto or as may be hereafter separately granted to effectuate the purposes of this Agreement, including the right of ingress thereto and egress therefrom.

C. The Operator may also use up to three (3) paved tie-downs, on an as needed basis and when

available, to be used only for those aircraft that are owned, operated or under the control of the Operator. Such tie-down spaces are not specific as to location and are not for exclusive use by the Operator.

- D. Upon written request from the Operator and written approval by the Airport Manager, the Operator may lease additional aircraft tie-downs, ramp space, or aircraft storage hangars on a daily or monthly basis for those aircraft that are owned, operated, or under the control of the Operator. Such additional tie-downs, ramp space, or hangars will be leased subject to the terms of this Agreement.
- E. The Parties agree that the Operator may, upon written approval by the Airport Manager, rent open or enclosed aircraft storage hangars. No formal action will need to be taken by either Party besides the written approval of the Airport Manager. Any hangars will be subject to the terms of this Agreement, and the rental rate shall be the current retail rate (the "Posted Rate").

SECTION 2. PURPOSE OF AGREEMENT

Subsection 2.01. Purpose.

- A. <u>Purpose of Agreement:</u> The purpose of this Agreement is to enable the Operator to perform Aeronautical Services as a Fixed Base Operator (FBO) at the Airport.
- B. <u>Conditions of Granting Fixed Base Operator Status:</u> Granting Operator the status of Fixed Based Operator is conditioned upon the following covenants:
 - (1) That the right to use the public airport facilities as well as all of Operator's rights as a fixed Base Operator shall be exercised subject to and in accordance with the laws of the United States of America including regulations promulgated by the Federal Aviation Administration (FAA), the State of Missouri, and the City of Lee's Summit now in force or afterwards ordained or promulgated including environmental legislation and regulations.
 - (2) That Operator shall obtain a business license from the City prior to commencement of its Aeronautical Services and shall maintain a current business license from the City during the entire term of this Agreement.
 - (3) That Operator shall provide the City with appropriate certificates of insurance in accordance with Subsection 8.02 and all relevant FAA certificates for types of services provided.
 - (4) That the Operator shall comply with the Minimum Standard Requirements for Airport Aeronautical Services and the Lee's Summit Municipal Airport Rules and Regulations ("Requirements") as adopted and revised by the City. The Operator understands that this requirement is ongoing and continuing in nature, and that the Requirements are subject to future modification. City agrees to provide Operator with sixty (60) days' notice of any substantive change to the Requirements, and Operator may elect, in its sole discretion, to terminate this Agreement within such sixty (60) day period with no liability to Operator.

- (5) That the Operator shall comply with Lee's Summit Municipal Airport Rules and Regulations.
- C. <u>Aeronautical Services</u>. Upon execution of this Agreement, the Operator is authorized to undertake and provide the following Aeronautical Services: **Rental and Flight Training or aeronautical services related thereto**. The rights granted by this Agreement will be exercised in such a way as to not interfere with or adversely affect the use, operation, maintenance or development of the Airport.

<u>Subsection 2.02.</u> No Exclusive Right. It is understood and agreed that nothing contained herein shall be construed to grant or authorize the granting of an exclusive right within the meaning of Section 308 of the Federal Aviation Act of 1958.

Subsection 2.03. Prohibited Activities. The following activities are expressly prohibited:

- A. Operator will not paint, dope or spray paint aircraft, or any other items, other than minor repairs, within the Leased Premises unless specific modifications or additions have been made to the Leased Premises which provide an approved, suitable environment for such operations and only after approval in writing from the Airport Manager. All minor repair painting will be in accordance with appropriate safety and ventilation guidelines for materials used.
- B. Operator agrees not to use the Leased Premises or permit the use thereof in such manner as to make void or increase the rate of insurance thereon.
- C. Operator is prohibited from selling or dispensing aircraft fuels. Any violation by the Operator of this subsection shall constitute a material breach of this Agreement in accordance with Section 10.01(I). However, de-fueling an aircraft as part of maintenance or inspections and then refueling it with the same fuel is not considered dispensing.

SECTION 3. TERM

Subsection 3.02 Holdover. In the event, the Operator shall continue to operate beyond the initial Agreement term, or any extension thereof, without the City's written consent thereto, such holding over shall not constitute a renewal or extension of this Agreement. but shall create a tenancy from month to month, which may be terminated at any time by either Party giving thirty (30) days written notice to the other Party. The Operator shall perform and maintain its obligations under this Agreement during any holdover period, including, but not limited to the payment of rent in accordance with Subsection 4.01 of this Agreement and insurance requirements.

SECTION 4. RENTALS, FEES AND RECORDS

Operator agrees to pay fuel pricing per gallon, established each Monday based on first-in-first-out inventory and using a cost-plus percentage of full-retail markup. The full-service retail markup is determined by the following (posted full-service retail price - cost of the fuel and all taxes). The markup percentage used shall be according to the following table, based on the Operator's total annual fuel volume purchased from the City.

Volume	Percentage of retail mark-up paid	Percentage of retail mark-up
paid		
(gallons annually)	(Full Service)	(Self Service)
0-49,999	28% of mark-up	23% of mark-up
50,000 - 99,999	26% of mark-up	21% of mark-up
100,000 +	24% of mark-up	19% of mark-up

The City may update the full-service retail markup with advanced notice to each FBO operating under this Agreement. The City will not offer any similar business more favorable terms than offered under this Agreement, except that current agreements may expire under their existing terms. If the Operator begins to use other fuel types sold by the City for operations under this agreement, the City and Operator will negotiate an addendum to this Agreement to establish a similar pricing schedule for that fuel type.

Example:

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Wholesale cost + taxes = $4.00/gal
Full-Service Retail mark-up= $1.97/gal
Total retail cost= $5.97/gal
Summit Flight FBO rate= $1.97*0.28= $0.55 $4.00 wholesale rate + $.55 mark-up = $4.55/gal
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Subsection 4.01. Delinquent Payments, Collection and Attorney's Fees. The Operator agrees to pay all invoices within ten (10) calendar days after receipt. The City may establish an interest charge computed as simple interest, to be collected on the principal of all sums due and unpaid for more than ten (10) calendar days, but such interest when assessed thereafter, shall be computed from the 11th calendar day after invoice date. The City reserves the right to refuse to provide services, including fuel, or require payment in advance for any fuel or services at any time Operator is thirty (30) calendar days or more delinquent on any payment. Upon payment of any delinquent amounts, the decision to provide services on an advance payment or invoice basis is at the sole discretion of the Airport Manager. In the event that collection activities, including litigation, are used in order to recover past due amounts owed, the City shall be entitled to recover its collections costs, including its reasonable attorney's fees.

<u>Subsection 4.02 Fees for Ramp Tie-Downs and Other Services.</u> Open ramp aircraft tie-downs shall be charged at a rate of fifty percent (50%) of the retail rate (the "Posted Rate") for aircraft under the care of the Operator. The charge for towing services shall be at 50% of the Posted Rate. Any special services not available or required by other Airport patrons will have rates determined on a

case by case basis in writing by the Airport Manager.

<u>Subsection 4.03.</u> <u>Books and Records of Operator</u>. There are no books and records requirements under this Agreement.

<u>Subsection 4.04.</u> Audit. There are no audit requirements under this Agreement.

SECTION 5. OBLIGATIONS OF OPERATOR

Subsection 5.01. Operations by Operator: Operator agrees:

- A. To promote aviation activity on the Airport and to conduct operations on the Leased Premises in a proper, efficient and courteous manner.
- B. That all services shall be furnished on a fair, equal, and nondiscriminatory basis to all users, and that only fair, reasonable and nondiscriminatory prices for each unit of sale or service will be charged. Operator may, however, make reasonable and nondiscriminatory discounts, rebates or other similar price reductions to volume purchasers.
- C. To furnish those Aeronautical Services listed heretofore and to receive written approval from the Airport Manager of all Operator's operations, signs, etc. thirty (30) calendar days before start-up of any additional Aeronautical Services or cessation of any or all approved Aeronautical Services.
- D. To supply the Airport Manager with a list of its employees or associated personnel names, job titles and duties, and their emergency telephone numbers and addresses within 7 calendar days of any changes.
- E. To not execute an agreement with any subcontractor to perform the Operator's Aeronautical Services without written approval of the City and to insert in all subcontracts a provision requiring the subcontractors to comply with applicable provisions of this Agreement and further provide in each subcontract a statement "that nothing contained in these conditions shall create any contractual relationship between the subcontractor and the City."
- F. To provide the City with a list by "N" number and type of all aircraft owned or operated by Operator, or under the control of Operator, and to provide a written revision of said list within seven (7) days of any aircraft changes.
- G. To follow the procedures of National Fire Protection Association when draining residual fuel from aircraft tanks incidental to aircraft fuel system maintenance, testing, manufacturing, salvage, or recovery operations
- H. To store any paints, cleaners or other flammable liquids in an approved storage locker.
- I. Follow all Homeland Security requirements and Transportation Security Administration recommendations, as amended, as they pertain to registering and recording new student pilots

and pilot rating upgrades, if applicable.

- J. Operator shall not perform any repairs or maintenance on fuel tanks that have not been defueled. Any fuel transfers or defueling of aircraft need to occur outside and at least fifty feet (50') away the hangar. Operator shall also store all fuel containers within a fire proof box.
- K. Operator shall ensure that each of employees, agents, and contractors complete a Fire Prevention Training and Workshop Safety Training program before performing any work at the hanger and twice per year in each area thereafter. Operator shall prove to the City that each employee has received training at least twice per year in each area.
- L. Operator shall not store, move, or transfer any flammable liquids or fluids, including used oil, in an open container or bucket, regardless of whether the container is inside or outside the hanger.

Subsection 5.02 Nondiscrimination. Operator, for itself, it's personal representatives, successors in interest, and assigns, as part of the consideration hereof, does hereby covenant and agree that (A) no person on the grounds of race, color, religion, creed, sex, disability, national origin, age or ancestry of any individual shall be excluded from participation in, denied the benefits of, or be otherwise subjected to discrimination in the use of the Leased Premises; (B) that in the construction of any improvements on, over, or under such land and the furnishing of services thereof no person on the grounds of race, color, religion, creed, sex, disability, national origin, age or ancestry of any individual shall be excluded from participation in, denied the benefits of, or otherwise be subjected to discrimination; (C) that Operator 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 and Title VII of the Civil Rights Act of 1964, as amended (42 USC 2000d and 2000e, et seq.), as well as any applicable titles of the Americans with Disabilities Act. including employment practices and as said Regulations may be amended, to the extent that said requirements are applicable, as a matter of law, to Operator.

<u>Subsection 5.03.</u> Fair Service. The Operator agrees to furnish service on a fair, equal and not unjustly discriminatory basis to all users thereof, and to charge fair, reasonable and not unjustly discriminatory prices for each unit or service; provided, that the Operator may make reasonable and nondiscriminatory discounts, rebates or other similar types of price reductions to volume purchasers.

<u>Subsection 5.04.</u> Observance of Statutes, etc. The granting of this Agreement and its acceptance by Operator is conditioned upon the right to use the Airport facilities in common with others authorized to do so. The Operator shall observe and comply with any and all requirements of the constituted public authorities and with all Federal, State or Local statutes, ordinances, regulations and standards applicable to the Operator for its use of the leased premises, including but not limited to, rules and regulations promulgated from time to time by the City for the administration of the Airport. The Operator shall also defend, reimburse, indemnify and hold harmless the City, it

agents, employees and elected officials, including costs of defense, from any claims, demands, penalties or liability which may accrue to it because of any alleged violation or noncompliance with any such statute, ordinance, rule or standard by the Operator or resulting from Operator's activities hereunder.

SECTION 6. OBLIGATIONS OF THE CITY

<u>Subsection 6.01.</u> Operation as a <u>Public Airport</u>. The City reserves the right to discontinue use of the Airport as an airport. The City covenants and agrees that as long as the City continues to use the Airport as an airport it will operate and maintain the Airport consistent with and pursuant to the Sponsor's Assurances given by the City to the United States Government under the Federal Aviation Act, subject to the City's Reservations set forth in this Agreement.

SECTION 7. CITY'S RESERVATIONS

<u>Subsection 7.01.</u> Free and <u>Unrestricted Flight.</u> There is hereby reserved to the City, its successors and assigns, for the use and benefit of the public, a free and unrestricted right of flight for the passage of aircraft in the airspace above the surface of the Leased Premises herein leased, together with the right to cause in said airspace such noise as may be inherent in the operation of aircraft, now known or thereafter used for navigation of or flight in the air using said airspace or landing, taking off from, or operating on or about the Airport.

<u>Subsection 7.02.</u> <u>Subordination to U.S. Government.</u> This Agreement shall be subordinate to the provisions of any existing or future agreements between City and the United States or any agency thereof, relative to the operation and maintenance of the Airport, the terms and execution of which have been or may be required as a condition precedent to the expenditure or reimbursement to the City for Federal funds for the development of the Airport.

Subsection 7.03 Improvement, Relocation, or Removal of Structures. The City, at its sole discretion, reserves the right to further develop or improve the aircraft operating area and other portions of the Airport (including, without limitation, the Leased Premises), including the right to remove or relocate any structure on the Airport as it sees fit, and to take any action it considers necessary to protect the aerial approaches of the Airport against obstructions, together with the right to prevent the Operator from erecting or permitting to be erected, any buildings or other structures on the Airport which, in the opinion of the City, would limit the usefulness of the Airport or constitute a hazard to aircraft. The City further reserves the right to take any of the aforementioned actions regardless of the desire or views of the Operator, without interference or hindrance by the Operator and without obligation to abate rent or otherwise provide relief of be liable to the Operator for any harm or inconvenience from disruption of Airport operations resulting from such actions. Notwithstanding the forgoing, in the event that the City closes the Airport Administrative Building, the Office Premises shall cease to be a part of the Leased Premises, but only if included in the Leased Premises, as of the date of such closing and this Agreement shall be deemed to be terminated, as to the Office Premises only, as of the date of such closing. In the event that the City closes the Airport Administrative Building because of the construction of a replacement Airport Administrative Building, the City will use its best efforts to secure office space for Operator, subject to the terms of this Agreement, in: 1) the replacement

Airport Administrative Building; and 2) any temporary office space made available by the City during the construction of the replacement Airport Administrative Building.

<u>Subsection 7.04.</u> <u>Inspection of Leased Premises.</u> The City, through its duly authorized agent, shall have at any reasonable time, the full and unrestricted right to enter the Leased Premises for the purpose of periodic inspection for fire protection, maintenance, and to investigate compliance with the terms of this Agreement.

<u>Subsection 7.05.</u> War or National Emergency. During the time of war or national emergency, the City shall have the right to lease the Airport or any part thereof to the United States Government for military use, and if any such lease is executed, the provisions of this Agreement insofar as they are inconsistent with the lease to the Government shall be suspended.

SECTION 8. INDEMNITY AND INSURANCE

Subsection 8.01. Indemnification. Operator agrees to protect, defend, indemnify, and hold harmless the City, and its officers employees, elected or appointed officials in their official and personal capacities, and agents (referred to collectively in this Section as "City") for, from, and against any and all liabilities, losses, suits, claims, judgments, fines, penalties, demands and expenses (including but not limited to investigation costs, attorneys fees, and appellate costs) (referred to collectively in this Section as "Claims") arising by reason of injury or death of any person or damage to any property of any nature whatsoever resulting from, arising out of, or incident to (i) this Agreement; (ii) the use or occupancy of the Leased Premises, or (iii) the acts, errors, or omissions of Operator's officers, agents, employees, contractors, subcontractors, licensees, invitees, or any person from whom Operator may be liable, regardless of where the injury, death, or damage may occur, unless such injury, death or damage is caused solely by the negligence or willful misconduct of the City, or its officers and employees.

This duty shall also extend to claims of damages to the environment caused by Operator, including but not limited to the investigation, field study, and clean up costs assessed by any federal, state or local agency against the City of Lee's Summit or any of its agents or employees, as well as any civil fine or penalty. The City shall give to the Operator reasonable notice of any such claims or actions. The provisions of this Section shall survive the expiration or early termination of this Agreement. The duties of the Operator specified herein shall not be limited by the amount of any insurance coverage required to be provided by the Operator herein, but shall extend to the full amount of any such claim or liability. This duty shall also not be limited by the provision of any workers' compensation coverage.

Subsection 8.02 Insurance Requirements.

A. General.

1. <u>Insurer Qualifications</u>. Without limiting any obligations or liabilities of Operator, Operator shall purchase and maintain, at its own expense, hereinafter stipulated minimum insurance with insurance companies authorized to do business in the State of Missouri, with an AM Best, Inc. rating of A or above with policies and forms satisfactory to the City. Failure to

- maintain insurance as specified herein may result in termination of this Agreement at the City's option.
- 2. No Representation of Coverage Adequacy. By requiring insurance herein, the City does not represent that coverage and limits will be adequate to protect Operator. The City reserves the right to review any and all of the insurance policies and/or endorsements cited in this Agreement but has no obligation to do so. Failure to demand such evidence of full compliance with the insurance requirements set forth in this Agreement or failure to identify any insurance deficiency shall not relieve Operator from, nor be construed or deemed a waiver of, its obligation to maintain the required insurance at all times during the performance of this Agreement.
- 3. <u>Additional Insured</u>. All insurance coverage and self-insured retention or deductible portions if applicable, shall name and endorse, to the fullest extent permitted by law for claims arising out of the performance of this Agreement, the City, its agents, representatives, officers, directors, officials and employees as Additional Insured as specified under the respective coverage sections of this Agreement.
- 4. <u>Coverage Term.</u> All insurance required herein shall be maintained in full force and effect until the terms of this Agreement are satisfactorily performed, completed and formally accepted by the City, unless specified otherwise in this Agreement.
- 5. <u>Primary Insurance</u>. Operator's insurance shall be, or endorsed to be, primary insurance with respect to performance of this Agreement and in the protection of the City as an Additional Insured. Such coverage shall be at least as broad as ISO CG 20 01 04 13.
- 6. <u>Claims Made</u>. In the event any insurance policies required by this Agreement are written on a "claims made" basis, coverage shall extend, either by keeping coverage in force or purchasing an extended reporting option, for six (6) years past completion and acceptance of the services. Such continuing coverage shall be evidenced by submission of annual Certificates of Insurance and necessary endorsements citing applicable coverage is in force and contains the provisions as required herein for the six-year period.
- 7. <u>Waiver</u>. All policies shall contain a waiver of rights of recovery (subrogation) against the City, its agents, representatives, officials, officers and employees for any claims arising out of the Work or Services of Operator. Operator shall arrange to have such subrogation waivers incorporated into each policy via formal written endorsement thereto.
- 8. <u>Policy Deductibles and/or Self-Insured Retentions</u>. The policies set forth in these requirements may provide coverage that contains deductibles or self-insured retention amounts. Such deductibles or self-insured retention shall not be applicable with respect to the policy limits provided to the City. Operator shall be solely responsible for any such deductible or self-insured retention amount.
- 9. <u>Automatic Escalator</u>. The limits of liability for each policy coverage amount stated below shall be automatically adjusted upward as necessary to remain at all times not less than the maximum amount of liability set forth in Chapter 537.610 RSMo. applicable to political subdivisions pursuant to 537.600; provided that nothing herein or in any such policy shall be deemed to waive the City's sovereign immunity.
- 10. <u>Use of Subcontractors</u>. If any portion of this Agreement is subcontracted in any way, Operator shall execute written agreements(s) with its Subcontractors containing the indemnification provisions set forth above and insurance requirements set forth herein protecting the City and Operator. Operator shall be responsible for executing any agreements with its Subcontractor and obtaining certificates of insurance verifying the

- insurance requirements.
- 11. Notice of Claim. The Operator shall upon receipt of notice of any claim in connection with this Agreement promptly notify the City, providing full details thereof, including an estimate of the amount of loss or liability. The Operator shall also promptly notify the City of any reduction in limits of protection afforded under any policy listed in the certificate(s) of insurance in an amount such that the policy aggregate becomes less than the current statutory waiver of sovereign immunity regardless of whether such impairment is a result of this Agreement. A breach of this provision is material breach of the Agreement.
- 12. Evidence of Insurance. Prior to commencing any Work or Services under this Agreement, Operator will provide the City with suitable evidence of insurance in the form of certificates of insurance and a copy of the declaration page(s) of the insurance policies as required by this Agreement, issued by Operator's insurance insurer(s) as evidence that policies are placed with acceptable insurers as specified herein and provide the required coverages, conditions and limits of coverage specified in this Agreement and that such coverage and provisions are in full force and effect. Confidential information such as the policy premium may be redacted from the declaration page(s) of each insurance policy, provided that such redactions do not alter any of the information required by this Agreement. The City shall reasonably rely upon the certificates of insurance and declaration page(s) of the insurance policies as evidence of coverage but such acceptance and reliance shall not waive or alter in any way the insurance requirements or obligations of this Agreement. If any of the policies required by this Agreement expire during the life of this Agreement, it shall be Operator's responsibility to forward renewal certificates and declaration page(s) to the City 30 Days prior to the expiration date. All certificates of insurance and declarations required by this Agreement shall be identified by referencing this Agreement. Additionally, certificates of insurance and declaration page(s) of the insurance policies submitted without referencing this Agreement will be subject to rejection and may be returned or discarded. Certificates of insurance and declaration page(s) shall specifically include the following provisions:
 - i. The City, its agents, representatives, officers, directors, officials and employees are Additional Insureds under all applicable policies.
 - ii. Operator's insurance shall be primary insurance with respect to performance of the Agreement.
 - iii. All policies waive rights of recovery (subrogation) against City, its agents, representatives, officers, officials and employees for any claims arising out of Operator's performance under this Agreement.
 - iv. ACORD certificate of insurance form 25 (2014/01) is preferred. If ACORD certificate of insurance form 25 (2001/08) is used, the phrases in the cancellation provision "endeavor to" and "but failure to mail such notice shall impose no obligation or liability of any kind upon the company, its agents or representatives" shall be deleted. Certificate forms other than ACORD form shall have similar restrictive language deleted.
- 13. <u>Endorsements</u>. Operator shall provide the City with the necessary endorsements to ensure City is provided the insurance coverage set forth in this Subsection.
- 14. <u>Additional Coverages</u>. Operator further agrees to increase its insurance coverage, if necessary, to ensure coverage for all approved Aeronautical Services and if Operator adds any Aeronautical Services not identified in Subsection 2.01(C) of this Agreement, as

determined by the City.

B. Required Insurance Coverage.

- 15. <u>Airport Liability Insurance</u>: Without limiting its liability, Operator shall carry and keep in force, for the duration of this Agreement, Airport Liability Insurance on an "occurrence" basis, and such policy shall include and cover premises liability with a minimum of \$1,000,000 per occurrence, and \$4,000,000 annual aggregate.
- 16. <u>Aircraft Liability Insurance</u>: The following applies if Operator operates any aircraft. Without limiting its liability, Operator shall carry and keep in force, for the duration of this Agreement, Aircraft Liability Insurance on an "occurrence" basis, and such policy shall include property damage, and bodily injury with unimpaired limits of no less than \$1,000,000 per occurrence and \$100,000 per passenger seat for applicable claims. The policy shall include coverage on all aircraft owned, non-owned, leased, and/or operated by Operator. The policy shall also cover Airport operations with a minimum of \$1,000,000 per occurrence.
- 17. <u>Vehicle Liability</u>. If Operator drive any automobile other than in roads and automobile parking areas at the Airport, (including but not limited to if Operator parks an automobile in Operator's hangar when permitted by this Agreement), Operator shall carry and maintain business automobile liability insurance coverage for claims and damage due to bodily injury or death of any person or property damage arising out of Operator's ownership, maintenance, or use of any motor vehicles, whether owned, hired, or non-owned, of not less than one million dollars (\$1,000,000) single combined limit "per accident" for bodily injury and property damage. Such policy and shall name and endorse the City, its agents, representatives, officials, officers and employees, as an additional insured, and contain, or be endorsed to contain, a waiver of subrogation against the City, its agents, representatives, officials, officers and employees. If any Excess insurance is utilized to fulfill the requirements of this subsection, such Excess insurance shall be "follow form" equal or broader in coverage scope than underlying insurance.
- 18. Property Insurance: Operator shall maintain not less than \$100,000 Fire Legal liability on all real property being leased, including improvements and betterments owned by the City (and for avoidance of doubt, the parties acknowledgement and agree that the LS Management Hangar is NOT owned by the City), and shall name the City as a loss payee. Operator shall also provide fire insurance on all personal property permanently stored within or on the Leased Premises. The policy must be written on an "all risks" basis, excluding earthquake and flood. The contract shall insure for not less than ninety percent (90%) of the actual cash value of the personal property, and Operator shall name and endorse the City, and its agents, representatives, officials, officers and employees as an additional insured.
- 19. <u>Hangerkeepers Liability</u>: Operator shall carry and keep in force for the duration of this Agreement Hangerkeeper's Liability insurance coverage of not less than \$200,000 per aircraft and not less than \$400,000 per occurrence.
- <u>C.</u> Cancellation and Expiration Notice. Insurance required herein shall not expire, be canceled, or be materially changed without 30 Days' prior written notice to the City.

SECTION 9. TERMINATION OF AGREEMENT BY OPERATOR

<u>Subsection 9.01. Termination</u>. Unless renewed by the Operator as described in Subsection 3.01, this Agreement shall terminate at the end of the term (including any renewal term), or at such time as written notice of termination is provided by either Party as provided in Subsection 9.02 or Subsection 10.02.

<u>Subsection 9.02.</u> Termination by Operator. Operator, in addition to any other rights it has under the law, may terminate this Agreement and terminate its obligations hereunder (excluding such obligations that survive the expiration or termination of this Agreement) at any time that Operator is not in default in the payment of rentals and/or fees to the City by giving the City sixty (60) days advance written notice to be served as hereinafter upon or after the happening of any one of the following events:

- A. The issuance by any court of competent jurisdiction of an injunction in any way preventing or restraining the use of the Airport, so as to substantially affect Operator's use of the system at the Airport, and the remaining in force of such injunction for a period of at least sixty (60) calendar days; provided, however, that such injunction is not due to Operator's operation at the Airport.
- B. The default by the City in the performance of any covenant or agreement herein required to be performed by the City, and the failure of the City to undertake and be continuing to remedy such default for a period of sixty (60) calendar days after receipt from Operator of written notice to remedy the same; provided, however, that no notice of termination, as above provided, shall be of any force or effect if the City shall have remedied the default prior to receipt of Operator's notice of termination.
- C. The assumption by the United States Government or any authorized agency thereof of the operation, control, or use of the Airport and facilities or any substantial part or parts thereof, in a manner as substantially to restrict Operator for a period of at least sixty (60) calendar days from full use of its leased premises, and in that event, a just and proportionate part of the rent hereunder shall be abated.

SECTION 10. TERMINATION OF AGREEMENT BY CITY

Subsection 10.01. Termination by the City. The City, in addition to any other rights to which it may be entitled by law, may declare this Agreement terminated in its entirety as provided in Subsection 10.02 upon or after the happening of any one or more of the following events, and provided that Operator has failed to cure such breach or happening with thirty (30) calendar days of written notice from the City (to the extent curable), and may exercise all rights of entry and re-entry upon the Leased Premises. These events are as follows:

- A. The completion of the initial or any subsequent term without written notice of Operator's intention to enter into a subsequent term extension.
- B. The failure to pay all installments of fees then due (with interest) within thirty (30) calendar days after receipt by Operator of written notice from the City to pay such rent.

- C. The filing by Operator of a voluntary petition in bankruptcy or the making of any assignment of all or any part of Operator's assets for benefit of creditors.
- D. The filing of an involuntary bankruptcy petition against the Operator as a bankrupt pursuant to any involuntary bankruptcy proceedings.
- E. The taking of jurisdiction by a court of competent jurisdiction of Operator or its assets pursuant to proceedings brought under the provisions of any Federal reorganization act.
- F. The appointment of a receiver or a trustee of Operator's assets by a court of competent jurisdiction or a voluntary agreement with Operator's creditors.
- G. The breach by Operator of any of the covenants or agreements herein contained, and the failure of Operator to remedy such breach within 30 calendar days after receipt of written notice of such breach from the City.
- H. The abandonment of the Leased Premises.
- I. The breach of any one of the covenants contained in Subsection 2.03.C., in which case the provisions of Subsection 10.02 concerning notice to the Operator of the breach and time to cure said breach shall be 72 hours.
- J. The Operator, its principles, directors, owners or agents, transfers, sells or otherwise conveys an ownership interest in the Operator greater than 50% without the consent of City in accordance with Section 11.01 herein.
- K. The City's discontinuation of use of the Airport as an airport.

Subsection 10.02. Termination Notice. In the event the City exercises its option to cancel this Agreement upon the happenings of any or all of the events set forth in this Section, a written notice of cancellation shall be sufficient to cancel this Agreement; and, upon such cancellation, Operator hereby agrees that it will forthwith cease all FBO services defined and approved herein. The City shall provide written notice of its intent to terminate the Agreement to the Operator a minimum of sixty (60) calendar days prior to the date of termination, except for termination as described in Subsection 10.01.I. Failure of the City to declare this Agreement terminated for any of the reasons set out shall not operate to bar, destroy, or waive the right of the City to cancel this Agreement by reason of any subsequent violation of the terms hereof.

SECTION 11. ASSIGNMENT AND SUBLETTING

<u>Subsection 11.01.</u> Assignment. Operator shall not assign this Agreement or any part thereof in any manner whatsoever or assign any of the privileges recited herein without the prior written consent of the City. In the event of such assignment, Operator shall remain liable to the City for the remainder of the term of the Agreement to pay to the City any portion of the rentals or fees provided for herein upon failure of the assignee to pay the same when due. Said assignee shall

not assign said Agreement except with the prior written approval of the City and the Operator herein, and any assignment by the Operator shall contain a clause to this effect. The City shall not unreasonably withhold its consent to any assignment, transfer or delegation by the Operator of its privileges and obligations under this Agreement to any successor, parent organization, wholly owned subsidiary or affiliate of the Operator.

<u>Subsection 11.02 Subletting.</u> The Operator shall have the right to sublease all or part of the Leased Premises subject to the following conditions:

- A. No sublease or rental for the performance of FBO or Special Aviation Services Operator (SASO) services, the engagement of any aviation-related commercial activity upon the Leased Premises, or for any aviation-related commercial purposes shall be valid unless the sublessee has executed a separate Fixed Based Operator Agreement with the City; and
- B. No sublease or rental for the performance of non aviation-related services or operations on the Leased Premises shall be valid unless the sublessee has executed a General Services Provider Agreement with the City.

Subsection 13.02. Subletting. The Lessee shall have the right to sublease all or part of the leased premises

SECTION 12. GENERAL PROVISIONS

<u>Subsection 12.01.</u> The City shall maintain and keep in repair the Airport landing areas, including taxiways and aircraft parking apron and shall have the right to direct and control all activities of the Operator in this regard.

<u>Subsection 12.02.</u> Attorney's Fees. In any action brought by either Party for the enforcement or the construction of the terms of this Agreement, the City, if it is a prevailing Party in the action, shall be entitled to recover interest and its reasonable attorney's fees and litigation expenses, including, but not limited to, expert witness fees and expenses.

<u>Subsection 12.03. Taxes.</u> Operator shall pay any personal property taxes and other taxes which may be assessed against equipment, merchandise, or other personal property belonging to Operator located on the Leased Premises, or other permitted portions of the Airport, or upon Operator's activities thereupon.

<u>Subsection 12.05.</u> <u>License Fees and Permits.</u> Operator shall obtain and pay for all licenses, permits, fees or other authorization or charges as required under federal, state or local laws and regulations insofar as they are necessary to comply with the requirements of this Agreement and the privileges extended hereunder.

<u>Subsection 12.06.</u> Non-Exclusive Rights. It is hereby specifically understood and agreed between the Parties that nothing contained hereby shall be construed to grant or authorize the granting of an exclusive right prohibited by Section 308 of the Federal Aviation Act of 1958, as amended; and the City reserves the right to grant to others the privilege and right of conducting any one or all of the

Aeronautical Services listed herein or any other activity of an aeronautical nature.

<u>Subsection 12.07.</u> Paragraph Headings. The paragraph headings contained herein are for convenience in reference and are not intended to define or limit the scope of any provision of the Agreement.

<u>Subsection 12.08.</u> Applicable Law; Venue. This Agreement shall be interpreted in accordance with the laws of the State of Missouri. Should any part of this Agreement be adjudicated, jurisdiction and venue shall be proper only in the Circuit Court of Jackson County, Missouri, at Independence.

<u>Subsection 12.09.</u> Non-Waiver. No waiver of any condition or covenant contained in this Agreement or of any breach thereof shall be taken to constitute a waiver of any subsequent condition, covenant or breach.

<u>Subsection 12.10.</u> Severability. If any term or provision of this Agreement or the application thereof to any person or circumstance shall, to any extent, be invalid or unenforceable, the remainder of this Agreement, or the application of such term or provision to persons or circumstances other than those as to which it is held invalid or unenforceable, shall not be affected thereby and each other term and provision of this Agreement shall be valid and be enforced to the fullest extent permitted by law.

<u>Subsection 12.11.</u> <u>Binding Effect</u>. This Agreement, including all of its covenants, terms, provisions, and conditions, shall be binding upon and inure to the benefit of the Parties hereto and their respective heirs, successors and assigns.

<u>Subsection 12.12. No Partnership.</u> Nothing contained in this Agreement shall be deemed to create the relationship of principal and agent or of partnership or joint venture or any relationship between the City and Operator other than the relationship of the City and Operator.

<u>Subsection 12.13.</u> Duty to be Reasonable. Wherever in this Agreement the City is to give its consent, approval or otherwise exercise discretion in judgment, such consent, approval or judgment shall not be unreasonably exercised or unreasonably withheld.

<u>Subsection 12.14.</u> City Agent. The City Manager shall be considered the agent and representative of the City with respect to all notices, approvals and matters contained hereunder, and his authority to act for and on behalf of the City in connection with all matters occurring under this Agreement shall not be questioned by the Operator.

Subsection 12.15. Non-Liability of Individuals. No director, officer, agent, elected official 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. This Subsection 12.15 shall have no application to any independent guaranty or other assumption of the obligations of Operator which may be obtained by the City relative to this Agreement. This Subsection 12.15 shall also not

apply to the Operator if the Operator is an entity other than a corporation in good standing and authorized to conduct business in the state of Missouri.

Subsection 12.16. Personal Property. Operator shall maintain the Leased Premises (as defined in Subsection 1.01 herein) in a clean and orderly condition. Upon termination of this Agreement, Operator shall remove all personal property from the Leased Premises within thirty (30) calendar days after said termination, unless otherwise agreed to, in writing, by the Parties, and restore the Leased Premises to its original condition. If the Operator fails to remove said personal property within the aforementioned time frame, the City may take immediate possession of any property remaining on the Leased Premises and shall, at the City's sole option, become the property of the City or same may be removed and/or disposed of in any manner deemed appropriate by the City. The City shall not be liable in any manner for such removal and/or disposal; and the cost and expense of such removal and/or disposition shall be paid by the Operator.

<u>Subsection 12.17.</u> <u>Maintenance</u>. Operator will keep the Leased Premises (as defined in Subsection 1.01 herein) in good repair and will surrender the Leased Premises at the expiration of the term or at such other time as it may vacate the Leased Premises in as good condition as when received, excepting depreciation caused by ordinary wear and tear.

<u>Subsection 12.18.</u> <u>Utilities.</u> Operator shall be responsible for all utilities exclusively at the Leased Premises and not to any shared spaces leased by the City to Operator (unless set forth in a written agreement specifically related to such shared space between the Parties as contemplated under subsection 1.01.B).

<u>Subsection 12.19. Notices.</u> Whenever any notice is required by this Agreement to be made, given or transmitted to the City, it shall be enclosed in an envelope with sufficient postage attached to insure delivery and deposited in the United States Mail, first class, addressed to:

Airport Manager Lee's Summit Municipal Airport 2751 NE Douglas Lee's Summit, Missouri 64064

with a copy to the City Attorney, City of Lees Summit, 220 SE Green St., Lee's Summit, MO 64063.

Notices to Operator shall be addressed to:

Summit Flight Academy LLC 887 Kendall Rd. Peculiar MO 64078

or such place as either Party shall designate by written notice to the other. Said notices may also be personally hand delivered by each Party to the other, at the respective addresses listed above, or in the case of delivery by the City to the Operator, by posting said item conspicuously on the

Leased Premises. If hand delivered, the date of actual completion of delivery shall be considered the date of receipt. If mailed, or posted on the leased premises, the item shall be considered received the third calendar day after the date of posting.

<u>Subsection 12.20.</u> Prohibition against Interference. It is understood and agreed that the rights granted by this Agreement will not be exercised in such a way as to interfere with or adversely affect the use, operation, maintenance or development of the Airport.

<u>Subsection 12.21. Required Federal Clauses</u>. This Agreement is subject to, and Operator must comply with, the required Federal clauses attached hereto as Exhibit A (to the extent applicable to Operator), which is incorporated into this Agreement by reference.

[The remainder of this page is intentionally left blank.]

IN WITNESS WHEREOF,	the Parties hereto have caused this instrument to be	e executed	as of	f
the date first above mention	ned at Lee's Summit, Missouri.			

	CITY OF LEE'S SUMMIT,	
	William A. Baird, Mayor	
ATTEST:		
Trisha Fowler Arcuri, City Clerk		
Approved as to form:		
Scott Ison, Chief Counsel of Infrastructure and Recreation		

[The remainder of this page is intentionally left blank.]

	Summit Flight Academy LLC:
	Signature:
	Title:
STATE OF MISSOURI)) ss. COUNTY OF JACKSON)	
Academy LLC, and such person duly acknown deed of Summit Flight Academy LLC.	2025, before me, the undersigned, a Notary Public in e of Summit Flight Academy LLC who is personally cuted the within instrument on behalf of Summit Flight owledged the execution of the same to be the free act ereunto set my hand and affixed my official seal, the
	NOTARY PUBLIC
My Commission Expires:	
[SEAL]	

Exhibit A

AIRPORT REQUIRED FAA TERMS AND CONDITIONS

FBO PERMIT

SECTION 1. TERMS AND CONDITIONS ESTABLISHED IN THIS SECTION SHALL APPLY REGARDLESS OF MORE PERMISSIVE LANGUAGE IN ANY OTHER SECTION OF THIS CONTRACT.

Changes in contract performance or source of funding may result in the application of additional provisions. The term Contracting Party for purposes of Exhibit A shall include but not be limited to a company, contractors, subcontractors, consultants, subconsultants, and vendors. The term Company may be used interchangeably with Contractor and may allude to a contracting party for non-property-based grants of authority. Concession agreement specific ACDBE requirements are contained in the Concession agreement.

SECTION 2. COMPLIANCE WITH APPLICABLE LAW. By executing this Contract, the Company affirms that the Company and its team members and employees shall comply with all federal, state and local laws, ordinances and regulations applicable to the Contract. This obligation includes compliance with City's nondiscrimination laws, including to the extent applicable including those set out in this agreement and attached to this Contract. Company shall secure all occupational and professional licenses and permits from public and private sources necessary for the fulfillment of its obligations under this Contract.

SECTION 3. DUTIES AND OBLIGATIONS NOT LIMITED. The duties and obligations imposed by this Contract and the rights and remedies available thereunder are in additional to, and not a limitation of, any duties, obligations, rights and remedies otherwise imposed or available by law.

SECTION 4. SCOPE OF WORK LIMITED. This Contract is strictly limited to the scope of work outlined herein. The scope of work cannot be altered except by written amendment or change order incorporating additional provisions. Altering the scope of work to include services funded through Airport Improvement Funds may require additional contractual provisions and obligations and void this contract and any obligations of the City to pay for services provided under the terms of this agreement.

SECTION 5. ACCESS TO RECORDS. Reserved.

SECTION 6. GENERAL CIVIL RIGHTS PROVISIONS. In all its activities within the scope of its airport program, the Company agrees to comply with pertinent statutes, Executive Orders, and such rules as identified in Title VI List of Pertinent Nondiscrimination Acts and Authorities to ensure that no person shall, on the grounds of race, color, national origin (including limited English proficiency), creed, sex (including sexual orientation and gender identity), age, or disability be excluded from participating in any activity conducted with or benefiting from Federal assistance. This provision is in addition to that required by Title VI of the Civil Rights Act of 1964. The above provision binds the Contracting Parties and subcontractors from the bid solicitation period through the completion of the contract.

SECTION 7. CIVIL RIGHTS - TITLE VI ASSURANCE

A. TITLE VI Solicitation Notice

The City of Lee's Summit, Missouri, in accordance with the provisions of Title VI of the Civil Rights Act of 1964 (78 Stat. 252, 42 USC §§ 2000d to 2000d-4) and the Regulations, hereby notifies all bidders or offerors that it will affirmatively ensure that for any contract entered into pursuant to this advertisement, businesses will be afforded full and fair opportunity to submit bids in response to this invitation and no businesses will be discriminated against on the grounds of race, color, national origin (including limited English proficiency), creed, sex (including sexual orientation and gender identity), age, or disability in consideration for an award.

B. Title VI List of Pertinent Nondiscrimination Acts and Authorities

During the performance of this contract, the Company, for itself, its assignees, and successors in interest (hereinafter referred to as the "Company") agrees to comply with the following non-discrimination statutes and authorities; including but not limited to:

- Title VI of the Civil Rights Act of 1964 (42 USC § 2000d et seq., 78 stat. 252) (prohibits discrimination on the basis of race, color, national origin);
- 49 CFR part 21 (Non-discrimination in Federally-assisted programs of the Department of Transportation— Effectuation of Title VI of the Civil Rights Act of 1964);
- The Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, (42 USC§ 4601) (prohibits unfair treatment of persons displaced or whose property has been acquired because of Federal or Federal-aid programs and projects);
- Section 504 of the Rehabilitation Act of 1973 (29 USC § 794 *et seq.*), as amended (prohibits discrimination on the basis of disability); and 49 CFR part 27 (Nondiscrimination on the Basis of Disability in Programs or Activities Receiving Federal Financial Assistance):
- The Age Discrimination Act of 1975, as amended (42 USC § 6101 et seq.) (prohibits discrimination on the basis of age);
- Airport and Airway Improvement Act of 1982 (49 USC § 47123), as amended (prohibits discrimination based on race, creed, color, national origin, or sex);
- The Civil Rights Restoration Act of 1987 (PL 100-259) (broadened the scope, coverage and applicability of Title VI of the Civil Rights Act of 1964, the Age Discrimination Act of 1975 and Section 504 of the Rehabilitation Act of 1973, by expanding the definition of the terms "programs or activities" to include all of the programs or activities of the Federal-aid recipients, sub-recipients and contractors, whether such programs or activities are Federally funded or not);
- Titles II and III of the Americans with Disabilities Act of 1990 (42 USC § 12101, et seq) (prohibit discrimination on the basis of disability in the operation of public entities, public and private transportation systems, places of public accommodation, and certain testing entities) as implemented by U.S. Department of Transportation regulations at 49 CFR parts 37 and 38.
- The Federal Aviation Administration's Nondiscrimination statute (49 USC § 47123) (prohibits discrimination on the basis of race, color, national origin, and sex);
- Executive Order 12898, Federal Actions to Address Environmental Justice in Minority Populations and Low-Income Populations (ensures nondiscrimination against minority populations by discouraging programs, policies, and activities with disproportionately high and adverse human health or environmental effects on minority and low-income populations);
- Executive Order 13166, Improving Access to Services for Persons with Limited English Proficiency, and resulting agency guidance, national origin discrimination includes discrimination because of limited English proficiency (LEP). To ensure compliance with Title VI, you must take reasonable steps to ensure that LEP persons have meaningful access to your programs (70 Fed. Reg. 74087 (2005);
- Title IX of the Education Amendments of 1972, as amended, which prohibits you from discriminating because of sex in education programs or activities (20 USC 1681 et seq).

C. Compliance with Nondiscrimination requirements.

During the performance of this contract, the Company, for itself, its assignees, and successors ininterest (hereinafter referred to as the "Company") agrees as follows:

- 1. Compliance with Regulations: In all its activities within the scope of its airport program, the Company will comply with the Title VI List of Pertinent Nondiscrimination Acts and Authorities, as they may be amended from time to time, which are herein incorporated by reference and made a part of this contract.
- 2. **Nondiscrimination:** The Company, with regard to the work performed by it during the contract, will not discriminate on the grounds of race, color, national origin (including limited English proficiency), creed, sex (including sexual orientation and gender identity), age, or disability in the selection and retention of subcontractors, including procurements of materials and leases of equipment. The Company will not participate directly or indirectly in the discrimination prohibited by the Nondiscrimination Acts and Authorities, including employment practices when the contract covers any activity, project, or program set forth in Appendix B of 49 CFR part 21.
- 3. Solicitations for Subcontracts, Including Procurements of Materials and Equipment: In all

solicitations, either by competitive bidding or negotiation made by the Company for work to be performed under a subcontract, including procurements of materials, or leases of equipment, each potential subcontractor or supplier will be notified by the Company of the Company's obligations under this contract and the Nondiscrimination Acts and Authorities on the grounds of race, color, or national origin.

- 4. Information and Reports: The Company will provide all information and reports requiredby the Acts, the Regulations, and directives issued pursuant thereto and will permit access to its books, records, accounts, other sources of information, and its facilities as may be determined by the City of Lee's Summit or the Federal Aviation Administration to be pertinent to ascertain compliance with such Nondiscrimination Acts and Authorities and instructions. Where any information required of a Company is in the exclusive possession of another who fails or refuses to furnish the information, the Company will so certify to the City of Lee's Summit or the Federal Aviation Administration, as appropriate, and will set forth what efforts it has made to obtain the information.
- 5. Sanctions for Noncompliance: In the event of a Company's noncompliance with the non-discrimination provisions of this contract, the City of Lee's Summit will impose such contract sanctions as it or the Federal Aviation Administration may determine to be appropriate, including, but not limited to:
 - Withholding payments to the Company under the contract until the Company complies; and/or
 - b. Cancelling, terminating, or suspending a contract, in whole or in part.
- 6. Incorporation of Provisions: The Company will include the provisions of paragraphs one through six in every subcontract, including procurements of materials and leases of equipment, unless exempt by the Acts, the Regulations, and directives issued pursuant thereto. The Company will take action with respect to any subcontract or procurement as the City of Lee's Summit or the Federal Aviation Administration may direct as a means of enforcing such provisions including sanctions for noncompliance. Provided, that if the Company becomes involved in, or is threatened with litigation by a subcontractor, or supplier because of such direction, the Company may request the City of Lee's Summit to enter into any litigation to protect the interests of the City of Lee's Summit. In addition, the Company may request the United States to enter into the litigation to protect the interests of the United States.
- 7. **Limited English Proficiency.** For persons with Limited English Proficiency (LEP), please contact the City of Lee's Summit at 816-696-1000 for help to obtain interpreters of many different languages.

SECTION 8. RIGHT TO AMEND. In the event that the Federal Aviation Administration or its successors requires modifications or changes in this Agreement as a condition precedent to the granting of funds for the improvement of the Airport, or otherwise, the Company agrees to consent to such amendments, modifications, revisions, supplements, or deletions of any of the terms, conditions, or requirements of this Agreement as may be reasonably required.

SECTION 9. ADDITIONAL FEDERAL REQUIREMENTS. This Agreement shall be subordinate to the provisions and requirements of any existing or future agreement between the City of Lee's Summit and the United States relative to the development, operation or maintenance of the airport, including grant agreements.

This Agreement and all the provisions hereof shall be subject to whatever right the United States government now has or in the future may have or acquire, affecting the control, operation, regulation and taking over of any City airport, all or a portion of the airport system, or the exclusive or non-exclusive use of the airport by the United States during the time of war or national emergency.

Company agrees to comply with the notification and review requirements covered in Part 77 of the Federal Aviation Regulations in the event future construction of a building is planned for the premises, or in the event of any planned modification or alteration of any present or future building or structure situated on the premises.

The Company, its officers, administrators, representatives, successors and assigns will not erect on or permit the erection of any structure or object, nor permit the growth of any tree or vegetation on the premises above ground level elevation of eighty (80) feet. In the event the aforesaid covenants are breached, the City reserves the right to enter upon the premises and to remove the offending structure or object and cut the offending tree or vegetation, all of which shall be at the expense of Company.

Company, its officers, administrators, representatives, successors and assigns will not make use of the premises in any manner which might interfere with the landing and taking off of aircraft from the Lee's Summit Municipal Airport or otherwise constitute a hazard to air navigation. In the event the aforesaid covenant is breached the City has the right to enter upon the premises and cause the abatement of such interference at the expense of Company.

Company acknowledges that nothing contained in this Contract shall be construed to grant or authorize the granting of an exclusive right within the meaning of 49 USC § 40103(e).

SECTION 10. CLAUSES FOR CONSTRUCTION, USE, AND ACCESS TO REAL PROPERTY ACQUIRED UNDER THE ACTIVITY, FACILITY OR PROGRAM—License, Permits, Concession on Property Improved Under AIP

A. The permittee himself/herself, his/her heirs, personal representatives, successors in interest, and assigns, as a part of the consideration hereof, does hereby covenant and agree (1) no person on the ground of race, color, or national origin, will be excluded from participation in, denied the benefits of, or be otherwise subjected to discrimination in the use of said facilities, (2) that in the construction of any improvements on, over, or under such land, and the furnishing of services thereon, no person on the ground of race, color, or national origin, will be excluded from participation in, denied the benefits of, or otherwise be subjected to discrimination, (3) that the (grantee, licensee, lessee, permittee, contractor, etc.) will use the premises in compliance with all other requirements imposed by or pursuant to the Title VI List of Pertinent Nondiscrimination Acts And Authorities.

- B. With respect to licenses, permits, right to use under contract, in the event of breach of any of the above Non-discrimination covenants, City of Lee's Summit, Missouri, will have the right to terminate the license, permit, or contract and to enter or re-enter and repossess said land and the facilities thereon, and hold the same as if said license, permit, or contract, had never been made or issued.
- C. With respect to deeds, in the event of breach of any of the above Non-discrimination covenants, City of Lee's Summit, Missouri will there upon revert to and vest in and become the absolute property of City of Lee's Summit, Missouri and its assigns.

SECTION 11. REAL PROPERTY ACQUIRED OR IMPROVED UNDER THE AIRPORT

IMPROVEMENT PROGRAM. A. The permittee for himself/herself, his/her heirs, personal representatives, successors in interest, and assigns, as a part of the consideration hereof, does hereby covenant and agree that 1. In the event facilities are constructed, maintained, or otherwise operated on the property described in this license, permit, or contract, etc. for a purpose for which a Federal Aviation Administration activity, facility, or program is extended or for another purpose involving the provision of similar services or benefits, the grantee, licensee, or permittee will maintain and operate such facilities and services in compliance with all requirements imposed by the Nondiscrimination Acts and Regulations listed in the Title VI List of Pertinent Nondiscrimination Acts and Authorities (as may be amended) such that no person on the grounds of race, color, or national origin, will be excluded from participation in, denied the benefits of, or be otherwise subjected to discrimination in the use of said facilities.

- B. With respect to licenses, permits, and contracts, in the event of breach of any of the above Nondiscrimination covenants, City of Lee's Summit, Missouri will have the right to terminate the contract, license, or permit and to enter, re-enter, and repossess said lands and facilities thereon, and hold the same as if the contract, license, or permit had never been made or issued.
- C. With respect to a deed, in the event of breach of any of the above Nondiscrimination covenants, the City of Lee's Summit, Missouri, will have the right to enter or re-enter the lands and facilities thereon, and the above-described lands and facilities will there upon revert to and vest in and become the absolute property of the City of Lee's Summit, Missouri, and its assigns.

SECTION 12. RESTRICTED AREAS SAFETY AND SECURITY. Company will comply with any and all applicable present and future rules, regulations, restrictions, ordinances, statutes, laws and/or orders of any federal, state or local governmental entity regarding airfield security. Company shall fully comply with applicable provisions of the Code of Federal Regulations (CFR) Title 49: Transportation, Company shall fully comply specifically with 49 CFR part 1540 - Civil Aviation Security; 49 CFR part 1542 - Airport Security; 49 CFR part 1544 - Aircraft Operator Security: Air Carriers and commercial Operators (if Company is an air carrier); and 49 CFR part 1546 -Foreign Air Carrier Security (if Company is a foreign air carrier). City has adopted a Security Plan for the Airport approved by the Transportation Security Administration (TSA) pursuant to Department of Transportation (DOT) TSA CFR 49 part 1542. Company agrees to be bound by and follow airport security protocols and training established in accordance with the Airport Security Plan. Any access to the Airport granted to Company shall not be used, enjoyed or extended to any person, entity or vehicle engaged in any activity or performing any act or furnishing any service for or on behalf of the Company that Company is not authorized to engage in or perform under this Contract unless expressly authorized in writing by the Director in accordance with TSA CFR 49 part 1542. In the event Company, its officer, employees, or invitees cause or contribute to unauthorized persons or vehicles entering the air operations areas of the Airport, or otherwise violate the Security Plan or any laws, regulations, rules, etc. governing airport security, and in addition to any other remedies available hereunder, Company shall be liable to City for an amount equal to any civil penalty imposed on City for such violations and hereby agrees to indemnify City for any such federal civil penalties, provided City shall promptly notify Company in writing of any claimed violations so as to permit Company an opportunity to participate in any investigation or proceedings.

SECTION 13. RESERVATIONS. The City reserves the right to further develop or improve the landing area of the airport as it sees fit, regardless of the desires or view of Company and without interference or inference.

The City reserves the right, but shall not be obligated to Company to maintain and keep in repair the landing area of the airport and all publicly-owned facilities of the airport, together with the right to direct and control all activities of Company in this regard.

There is hereby reserved to the City, its successors, assigns and subsequent transferees, for the use and benefit of the public, a right of flight for the passage of aircraft in the airspace above the surface of the premises. The public right of flight shall include the right to cause in said airspace any noise inherent in the operation of any aircraft used for navigation or flight through the said airspace or landing at, taking off from or operation from the Lee's Summit Municipal Airport.

SECTION 14. ACCOMMODATIONS. Company shall furnish its accommodations and/or services on a fair, equal and not unjustly discriminatory basis to all users thereof and it shall charge fair, reasonable and not unjustly discriminatory prices for each unit or service; provided, that Company may make reasonable and nondiscriminatory discounts, rebates or other similar type of price reductions to patrons.

Company shall insert this requirement in any agreement, contract or other document by which Company grants a right or privilege to any person, firm, or corporation to render accommodations and/or services to the public on the premises herein.

Company warrants that no person shall, on the grounds of race, national origin (including limited English proficiency), creed, sex (including sexual orientation and gender identity), age or disability, be excluded from participating in any activity conducted on or from the Premises, or otherwise be excluded from the benefits offered as a result of this agreement to the general public.

Non-compliance with this provision shall constitute a material breach thereof an in the event of such non-compliance the City of Lee's Summit shall have the right to terminate this Agreement without liability therefore or at the election of the City of Lee's Summit or the United States, either or both said governments shall have the right to judicially enforce these provisions.

SECTION 15. AFFIRMATIVE ACTION REQUIREMENTS. Reserved.

- SECTION 16. BREACH OF CONTRACT. Reserved.
- SECTION 17. BUY AMERICAN PREFERENCE.
 - A. BABA. Reserved.
 - B. Construction Materials. Reserved.
- SECTION 18. CLEAR AIR and WATER POLLUTION CONTROL. Reserved.
- SECTION 19. CONTRACT WORK HOURS AND SAFETY STANDARDS. Reserved.
- SECTION 20. COPELAND ANTI-KICKBACK. Reserved.
- SECTION 21. DAVIS BACON REQUIREMENTS. Reserved.
- SECTION 22. DEBARMENT AND SUSPENSION. Reserved.
- SECTION 23. DISADVANTAGED BUSINESS ENTERPRISE. Reserved.
- SECTION 24. DISTRACTED DRIVING. Reserved.
- SECTION 25. DOMESTIC PREFERENCES FOR PROCUREMENTS. Reserved.
- SECTION 26. EQUAL EMPLOYMENT OPPORTUNITY. Reserved.
- SECTION 27. FAIR LABOR STANDARDS ACT. Reserved.
- SECTION 28. FOREIGN TRADE RESTRICTION. Reserved.
- SECTION 29. LOBBYING FEDERAL EMPLOYEES. Reserved.
- SECTION 30. OCCUPATIONAL SAFETY AND HEALTH ACT. Reserved.
- SECTION 31. PROHIBITION ON CERTAIN TELECOMMUNICATION AND VIDEO SURVEILLANCE SERVICES OR EQUIPMENT. Reserved.
- SECTION 32. PROHIBITION OF SEGREGATED FACILITIES. Reserved.
- SECTION 33. RECOVERED MATERIALS. Reserved.
- SECTION 34. RIGHT TO INVENTIONS. Reserved.
- SECTION 35. SEISMIC SAFETY. Reserved.
- SECTION 36. TAX DELINQUENCY AND FELONY CONVICTION. Reserved.
- SECTION 37. TERMINATION OF CONTRACT. Reserved.
- SECTION 38. VETERAN'S PREFERENCE. Reserved.

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