

**AIRPORT GROUND LEASE
AMENDMENT NO. 2
(COVID-19 Rent Relief)**

This Amendment No. 2 is entered into this _____ day of _____, 2020 by and between the City of Flagstaff, a political subdivision of the State of Arizona ("City") and F.W. and Dorothy Thompson ("Lessee"), to amend the Ground Lease dated November 21, 2008, as amended by Amendment No. 1 dated June 2, 2020 ("the Lease").

WHEREAS, the City of Flagstaff approved rent abatement for lessees from April 1, 2020 through September 30, 2020, in an effort to ensure continued airport related operations at the Flagstaff Pulliam Airport during the COVID-19 flu pandemic;

WHEREAS, although many travel restrictions have been lifted, the airlines industry is still financially struggling as a result of the COVID-19 flu pandemic;

For valid consideration, the receipt of which is hereby acknowledged, the parties agree Article III. GENERAL TERMS OF LEASE OF PREMISES is amended as follows (additions are shown as capitalized, underlined text, deletions are shown as stricken):

3.7.5. PAYMENT ABATEMENT

- A. Due to the COVID-19 flu pandemic, the rental payment (as defined in section 3.7.1 of the lease) shall be abated commencing April 1, 2020 and continuing through _____ ~~September 30, 2020~~ ("Abatement Period"), and no payment, late penalty or interest shall be owed or payable for this period; provided, however:
 - (a) In the event airline receives other governmental relief or insurance recovery related to the COVID-19 pandemic, airline shall promptly notify City;
 - ~~(b) In the event Lessee becomes insolvent, or is named as the debtor in a voluntary or involuntary bankruptcy proceeding this section is void and all payments shall resume on the first day of the following month;~~

(Remainder of Article III remains in effect)

All other terms and conditions of the Lease shall remain in full force and effect.

LESSEE: F.W. and Dorothy Thompson

By: _____

Title: _____
Its authorized representative

LESSOR: City of Flagstaff

By: _____
Mayor Coral Evans

Attest:

By: _____
Stacy Saltzburg, City Clerk

Approved as to form:

By: _____
City Attorney's Office