

CITY OF KELOWNA
MEMORANDUM

DATE: December 17, 2002

File: 0550-05
2380-20-8123

TO: City Manager

FROM: Airport General Manager

**SUBJECT: GLYCOL STORAGE FACILITY LAND SUB-LEASE – JAZZ AIR INC.,
HORIZON AIR AND WESTJET**

RECOMMENDATION

THAT Council approve entering into a land sub-lease with Jazz Air Inc., Horizon Air and WestJet for a common-use glycol storage facility at the Kelowna International Airport;

AND THAT Council authorize the Mayor and City Clerk to sign the sub-lease on behalf of the City of Kelowna.

BACKGROUND AND COMMENTS

The air carriers use glycol to de-ice their aircraft. In the past, the glycol has been stored in various locations around the airport.

The common-use facility consolidates all storage in a single location on Apron #1 in double-walled tanks meeting the latest environmental standards. (See attached Schedule A)

The facility will be owned by the airport and operated by the airlines as a joint venture. The area of this sub-lease is 3,014 square feet and the airlines will pay the airport rent of \$1,200.00 per annum plus an airport maintenance charge of \$66.31 per annum for the first year of the term.

The term of the sub-lease will be from October 1, 2002 to September 30, 2003 and renewable month-to-month thereafter.

R. Sellick

RS/sh
Attachment