

CITY OF KELOWNA

MEMORANDUM

DATE: September 23, 2004

File: 2380-20-8039
2380-20-8123
0550-05

TO: City Manager

FROM: Assistant Airport General Manager

SUBJECT: **ASSIGNMENT OF SUB-LEASES FROM AIR CANADA REGIONAL INC. AND JAZZ AIR INC., TO JAZZ LIMITED PARTNERSHIP**

RECOMMENDATION

THAT Council approve assignment of the *Air Canada Regional Inc.* Air Terminal Building sub-lease, and the *Jazz Air Inc.* glycol facility sub-lease at the Kelowna International Airport to *Jazz Limited Partnership*;

AND THAT Council authorize the Mayor and City Clerk to sign the Consent to Assignment of Sub-Lease documents on behalf of the City.

BACKGROUND AND COMMENTS

In November, 1985 Council approved an Air Terminal Building sub-lease with *Air BC* which ultimately changed its name to *Jazz Air Inc.* In January, 2003, Council approved a land sub-lease for the joint glycol facility, with *Jazz Air Inc.* being one of three air carriers who were signatories of the sub-lease.

Jazz Air Inc. is transferring its assets and operation to *Jazz Limited Partnership*. Council consent is hereby requested to assign the above two sub-leases from *Jazz Air Inc.* to *Jazz Limited Partnership*.

Both sub-leases contain provisions for such assignments, subject to the written consent of the City.

S. Samaddar

CDU/