CITY OF KELOWNA

MEMORANDUM

DATE: December 16, 2004 File: 0550-05

2380-20-8129

TO: City Manager

FROM: Assistant Airport General Manager

SUBJECT: <u>AIRPORT USE AGREEMENT FOR JETSGO</u>

RECOMMENDATION

THAT Council authorize the Mayor and City Clerk to sign the Air Carrier Airport Use Agreement allowing Jetsgo to operate at the Kelowna International Airport.

BACKGROUND AND COMMENTS

Headquartered in Montreal, Jetsgo began operations in 2002, offering discounted air service to 13 Canadian and 10 U.S. destinations.

On January 10th, 2005, Jetsgo will commence same-plane service to Calgary and Toronto. The 160 passenger MD80-300 will operate 6 days a week to Toronto with a short stop in Calgary.

The Airport Use Agreement, approved by the City Solicitor in 1996, was authorized by City Council in September 1996 and allows the Mayor and City Clerk to sign with new entrant air carries wishing to operate at our airport. It requires the provision of a security deposit equivalent to the sum of three months landing and general terminal fees before commencing operations.

S. Samaddar

SS/cdu