



City of Columbia

701 East Broadway, Columbia, Missouri 65201

Department Source: Economic Development

To: City Council

From: City Manager & Staff

Council Meeting Date: April 3, 2017

Re: Air service guarantee participation agreements.

Executive Summary

This ordinance would authorize air service guarantee participation agreements with various public and private entities.

Discussion

An air service guarantee participation agreement among Columbia, Boone County, the University of Missouri, Jefferson City and Cole County has been prepared. Under the proposed agreement, Columbia would re-establish the Central Missouri Air Service fund into which the parties would contribute money for the revenue guarantee for United Airlines under the Air Services Agreement. An air service guarantee participation agreement between the City and individual Chamber of Commerce members has also been prepared. This agreement is essentially the same as the agreement among the various public entities.

Under both participation agreements, any funds remaining at the end of the guarantee period would be distributed pro rata to those who contributed to the Central Missouri Air Service Fund.

Fiscal Impact

Short-Term Impact: The maximum impact is \$600,000. The anticipated revenue shortfall is anticipated to be significantly less than the \$600,000 guarantee.

Long-Term Impact: None

Vision & Strategic Plan Impact

Vision Impacts:

Primary Impact: Community Facilities & Services, Secondary Impact: Economic Development, Tertiary Impact: Tertiary

Strategic Plan Impacts:

Primary Impact: Economy, Secondary Impact: Not Applicable, Tertiary Impact: Tertiary

Comprehensive Plan Impacts:

Primary Impact: Economic Development, Secondary Impact: Inter-Governmental Cooperation, Tertiary Impact: Tertiary



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Legislative History

Date	Action
B82-17	Ordinance authorizing an air services agreement with United Airlines
B296-12	Ordinance authorizing an air services agreement with American Airlines
B297-12	Ordinance authorizing an air service guarantee participation agreement with County of Boone, The Curators of the University of Missouri, the City of Jefferson and Cole County; and, authorizing air service guarantee participation agreements with various Chamber of Commerce members
B310-13	Ordinance authorizing Amendment No. 1 to the Air Service Agreement with American Airlines

Suggested Council Action

Approval of this ordinance which authorizes the City Manager to execute air service guarantee participation agreements.