

 <p style="text-align: center;"><b>Council Communication</b> Office of the City Manager</p>	<b>Date</b>	October 26, 2009
	<b>Agenda Item No.</b> <b>56</b> <b>Roll Call No.</b> <b><u>09-</u></b> <b>Communication No.</b> <b><u>09-762</u></b> <b>Submitted by: Craig Smith,</b> <b>Aviation Director</b>	

**AGENDA HEADING:**

Public Hearing to consider Approval for the First Amendment to the Operating Agreement and Terminal Lease with Delta Airlines Inc.

**SYNOPSIS:**

Public Hearing for approval of the First Amendment to the Operating Agreement and Terminal Lease with Delta Airlines Inc.

**FISCAL IMPACT:**

Amount: Reduction in monthly rent by \$4,532.83

Funding Source: The Signatory Airline Agreement between the Airport and Delta Airlines. The Airport budget anticipated a reduction in the monthly rent at the time the lease was signed and therefore will not impact operating funds.

**ADDITIONAL INFORMATION:**

On October 6, 2009, by Resolution A09-179, the Des Moines International Airport Board recommended the City Council approve the First Amendment to the Operating Agreement and Terminal Lease with Delta Airlines Inc.

Both Delta Airlines and Northwest Airlines entered into Scheduled Airline Operating Agreements and Terminal Leases (the "Signatory Agreement") with the City of Des Moines on October 7, 2008. After the Agreement was entered into, Delta Airlines and Northwest Airlines merged and now operate as Delta Airlines. Because of the merger, Delta Airlines has consolidated space and no longer requires as large of a facility. Staff was aware of the reduction in the space needed because of the merger and therefore did not budget the receipt of the revenue.

**PREVIOUS COUNCIL ACTION(S):**

Date: October 12, 2009

Roll Call Number: 09-1848

Action: On First Amendment to Operating Agreement and Terminal Lease with Delta Airlines, Inc. at the Des Moines International Airport, (10-26-09). Moved by Mahaffey to adopt. Motion Carried 7-0.

**BOARD/COMMISSION ACTION(S):**

Date: October 6, 2009

Resolution Number: A09-179

Action: The Airport Board recommended Council to approve the First Amendment to the Lease agreement with Delta Airlines.

Moved by Mr. Hansell to adopt. Motion carried: 7-0-0-0

**ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE**

For more information on this and other agenda items, please call the City Clerk's Office at 515-283-4209 or visit the Clerk's Office on the second floor of City Hall, 400 Robert D. Ray Drive. Council agendas are available to the public at the City Clerk's Office on Thursday afternoon preceding Monday's Council meeting. Citizens can also request to receive meeting notices and agendas by email by calling the Clerk's Office or sending their request via email to [cityclerk@dmgov.org](mailto:cityclerk@dmgov.org).