



**REPORT TO: CITY COUNCIL**

**MEETING DATE: FEBRUARY 7, 2022**

<b>Agenda Item:</b>	3c. CC-22-14
<b>Prior Council Action/Related Items:</b>	<a href="#">CC-22-04</a>
<b>Background / Issue:</b>	<ul style="list-style-type: none"> <li>January 24, 2022 City Council approved a 2-year Air Service Availability Agreement between the City of Stillwater and American Airlines.</li> <li>This agreement obligates the City of Stillwater with a total of \$2 million Minimum Revenue Guarantee, divided over three fiscal years (2022, 2023 and 2024).</li> </ul>
<b>Proposal/Solution:</b>	<ul style="list-style-type: none"> <li>January 21, 2022, the Oklahoma State University Board of Regents approved a Memorandum of Understanding to reimburse the City of Stillwater for one-half of the total obligation in the Air Service Availability Agreement.</li> </ul>
<b>Financial Impact/Funding Source(s):</b>	<ul style="list-style-type: none"> <li>This financial partnership with Oklahoma State University reduces the city's total obligation by half and ultimately will enable our community to sustain commercial air service.</li> </ul>
<b>Related Strategic Priority:</b>	#4 Connected Spaces: To development a strong sense of place that recognizes the interconnectedness of people, buildings and public systems that best serve the needs of the public.
<b>Recommended Action/Motion:</b>	Motion to approve the Memorandum of Understanding between City of Stillwater and Oklahoma State University for payment of the Minimum Revenue Requirement to American Airlines for the Air Service Availability Agreement.
<b>Prepared By:</b>	Paul Priegel, Airport Director
<b>Reviewed By:</b>	Melissa Reames, Deputy City Manager Patti Osmus, Assistant to City Manager
<b>Submitted By:</b>	Norman McNickle, City Manager
<b>Attachment(s):</b>	Air Service Availability Agreement