

RESOLUTION NO.

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE AUTHORIZING THE DIRECTOR OF AVIATION OR DIRECTOR'S DESIGNEE TO PROVIDE SUPPORT IN THE FORM OF FEE WAIVERS FOR AIR CANADA, ALASKA, ANA AIRLINES, BRITISH AIRWAYS, SOUTHWEST AIRLINES ~~AND~~ VOLARIS AIRLINES AND HAINAN AIRLINES AT THE NORMAN Y. MINETA SAN JOSE INTERNATIONAL AIRPORT

WHEREAS, the City of San José ("City") owns and operates the Norman Y. Mineta San José International Airport ("Airport"); and

WHEREAS, Federal Aviation Administration ("FAA") policy allows airports to incentivize airlines by waiving landing and other fees imposed on them in exchange for services, subject to certain conditions; and

WHEREAS, the global outbreak of COVID-19 has had massive world-wide impact and has virtually grounded a very large portion of the commercial aviation industry; and

WHEREAS, international flights at the Airport have been hit especially hard and the uncertainty of their return remains a major concern; and

WHEREAS, consistent with FAA policy, the Airport desires to incentivize certain airlines by waiving landing and FIS fees to that they can resume international flights, which will in turn, benefit the City; and

WHEREAS, City desires to authorize the Director of Aviation or the Director's designee to offer landing fee and FIS fee waivers to Air Canada, Alaska Airlines, ANA Airways, British Airways, Southwest Airlines, ~~and~~ Volaris Airlines, and Hainan Airlines as an incentive for the resumption of certain international flights, subject to the conditions set forth herein:

DRAFT--Contact the Office of the City Clerk at (408) 535-1260 or CityClerk@sanjoseca.gov for final document.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SAN JOSE THAT:

The Director of Aviation or the Director's designee is hereby authorized to offer the following fee waivers to encourage the resumption and reinstatement of international flights at the Airport:

1. For resuming international service to Vancouver three times daily, Air Canada shall receive landing fees waived for three (3) months after resumption, amounting to approximately \$88,354.
2. For resuming international service three times daily to Guadalajara and San Jose del Cabo, Alaska Airlines shall receive for three (3) months after resumption:
 - a. landing fees waived amounting to approximately \$173,296; and
 - b. FIS fees waived amounting to approximately \$438,307.
3. For resuming international service to Tokyo once daily, ANA Airways shall receive for six (6) months after resumption:
 - a. landing fees waived amounting to approximately \$333,336; and
 - b. FIS fees waived amounting to approximately \$352,944.
4. For resuming international service to London once daily, British Airways shall receive for six (6) months after resumption:
 - a. landing fees waived amounting to approximately \$333,336; and
 - b. FIS fees waived amounting to approximately \$354,586.

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5. For resuming international service to San Jose del Cabo once daily or fewer, Southwest Airlines shall receive for three (3) months after resumption:
 - a. landing fees waived amounting to approximately \$7,238; and
 - b. FIS fees waived amounting to approximately \$16,768.

6. For resuming international service to Guadalajara, Leon Morelia and Zacatecas three times daily, Volaris Airlines shall receive for three (3) months after resumption:
 - a. landing fees waived amounting to approximately \$171,184; and
 - b. FIS fees waived amounting to approximately \$440,770.

7. For resuming international service to Beijing four times per week, Hainan Airlines shall receive for six (6) months after resumption:
 - a. landing fees waived amounting to approximately \$190,478; and
 - b. FIS fees waived amounting to approximately \$272,037.

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RD:KWF:CAG
7/15/2020

ADOPTED this _____ day of _____, 2020, by the following vote:

AYES:

NOES:

ABSENT:

DISQUALIFIED:

SAM LICCARDO
Mayor

ATTEST:

TONI J. TABER, CMC
City Clerk

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Council Agenda: 8-4-2020
Item No.: 5.3

REVISED—Per Replacement Memorandum dated July 28, 2020.