

CITY OF KELOWNA
MEMORANDUM

DATE: February 19, 2002

File: 0550-05
2380-20-8089

TO: City Manager

FROM: Airport General Manager

**SUBJECT: CONSENT TO COMMERCIAL SECOND MORTGAGE OF SUB-LEASE
- A.O.G. AIR SUPPORT INC.**

RECOMMENDATION

THAT Council consent to a Commercial Second Mortgage of Sub-Lease between A.O.G. Air Support Inc., Debra Lynn Barron, and the Business Development Bank of Canada;

AND THAT the Mayor and City Clerk be authorized to execute the Consent to Second Mortgage of Sub-Lease on behalf of the City.

BACKGROUND AND COMMENTS

A.O.G. Air Support Inc. has a hangar development at the north end of the airport and has requested approval of a commercial second mortgage of sub-lease with the Business Development Bank of Canada. Pushor Mitchell Lawyers, acting on behalf of A.O.G. Air Support Inc., has supplied the City with a consent document in triplicate, the form of which was previously approved by the City Solicitor.

On October 5, 1998, the City consented to the granting of a Mortgage of Sub-Lease between A.O.G. Air Support Inc. and the Business Development Bank of Canada, which was dated September 13, 1998.

R. Sellick

/jmj