

CITY OF KELOWNA
MEMORANDUM

DATE: June 18, 2002

File: 0550-05
2380-20-8099
2380-20-8114

TO: City Manager

FROM: Airport General Manager

**SUBJECT: SUPPLEMENTAL AGREEMENT TO LAND LEASE FOR KELOWNA
FLIGHTCRAFT LTD.'S AVIATION WAREHOUSE DEVELOPMENT**

RECOMMENDATION

THAT Council approve the addition of approximately 53,283 square feet of airport property adjacent to Kelowna Flightcraft's west side parking lot lease to provide land for an aviation storage warehouse and to incorporate the B.C.I.T. aerospace training facility leasehold within the parking lot lease.

AND THAT Council authorize the Mayor and City Clerk to sign the required supplemental agreement.

BACKGROUND AND COMMENTS

In February 1997, City Council approved a Parking Lot Lease to provide Kelowna Flightcraft Ltd. with vehicle parking on municipal land west of the railway tracks. This Lease acts as a companion lease to the Main Hangar Sub-Lease, which is on Federal property.

In December 1999, City Council approved a three-year lease with Kelowna Flightcraft Ltd. for approximately 7,000 square feet of property adjacent to the parking facility at a nominal rent for the establishment of a temporary aerospace training program. This program operates in conjunction with B.C.I.T. and School District #23. Since the subject parcel of land will encompass the B.C.I.T. aerospace training facility as well as provide the land for the warehouse, the aerospace training facility land lease will be terminated.

The additional rent will be \$17,545.

R. Sellick

/jmj