CITY OF KELOWNA

MEMORANDUM

DATE: November 19, 2004

File: 0550-05 2380-20-8089

- **TO:** City Manager
- **FROM:** Assistant Airport General Manager

SUBJECT: CONSENT TO EXTENSION OF EXISTING COMMERCIAL MORTGAGE OF SUB-LEASE – A.O.G. AIR SUPPORT INC. – KELOWNA INT'L AIRPORT

RECOMMENDATION

THAT Council consent to an extension of the existing Commercial 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 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 expanded its lease area by 45,085 sq. ft., as approved by Council on November 17, 2003.

A.O.G. Air Support Inc. has requested approval for the extension of the existing commercial mortgage of sub-lease with the Business Development Bank of Canada, to include this increased area. 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.

S. Samaddar

CDU/