

CITY OF KELOWNA

MEMORANDUM

DATE: December 6, 2004

File: 0550-05
2380-20-8124

TO: City Manager

FROM: Assistant Airport General Manager

**SUBJECT: CONSENT TO COMMERCIAL MORTGAGE OF SUB-LEASE – SKYLINE
HELICOPTERS LTD. – KELOWNA INTERNATIONAL AIRPORT**

RECOMMENDATION

THAT Council consent to a Commercial Mortgage of Sub-Lease between Skyline Helicopters Ltd. 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

Skyline Helicopters Ltd. is a local company that has operated at Kelowna International Airport for 5 years. On February 3rd, 2004, Council approved entering into a 25 year lease agreement for approximately 106,000 sq.ft. of land, including a 22,000 sq.ft. hangar facility. The signed sub-lease is in place, with an expiry date of December 30th, 2029.

Skyline Helicopters Ltd. has requested approval of a commercial mortgage of sub-lease with the Business Development Bank of Canada. Pushor Mitchell Lawyers, acting on behalf of Skyline Helicopters Ltd. has supplied the City with a consent document in triplicate, the form of which was previously approved by the City Solicitor.

S. Samaddar

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