



YLW

Kelowna International Airport

Regency Aero Lease Inc.

Amendments to Leases and Sublease

Regency Aero Lease Inc.

- ▶ Part of the KF Aerospace group of companies
- ▶ KF Aerospace
 - ▶ Canada's largest commercial aircraft maintenance, repair and overhaul company
 - ▶ Over 1,000 employees
 - ▶ Tenant at the Airport since 1981

Amendment to Aircraft Maintenance Facility Lease



Amendment to Aircraft Maintenance Facility Lease

- ▶ Proposed lease terms
 - ▶ Land lease
 - ▶ 6 year, 7 month and 29 day term
 - ▶ No option to renew
 - ▶ Annual rent of \$6,711.24, increasing at 2% per annum
 - ▶ Airport maintenance charge of \$458.13, increasing at 2% per annum
 - ▶ Improvements upon expiry or termination
 - ▶ Become the property of the City
 - ▶ Right to require improvements be removed

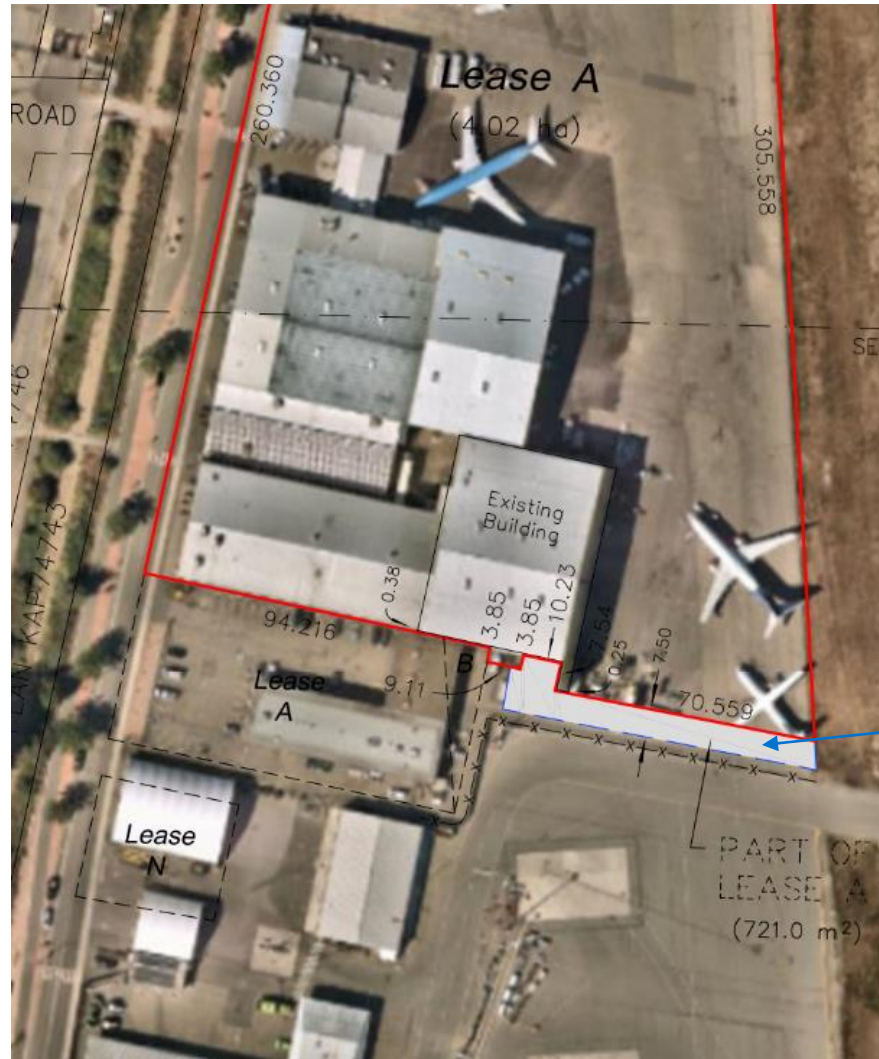
Amendment to Parking Lot Lease



Amendment to Parking Lot Lease

- ▶ Proposed lease terms
 - ▶ Land lease
 - ▶ 6 year, 7 month and 29 day term
 - ▶ No option to renew
 - ▶ Annual rent of \$16,540.50, increasing at 2% per annum
 - ▶ Airport maintenance charge of \$1,011.57, increasing at 2% per annum
 - ▶ Improvements upon expiry or termination
 - ▶ Become the property of the City
 - ▶ Right to require improvements be removed

Amendment to Main Hangar Sublease



Removed Area

Amendment to Main Hangar Sublease

- ▶ Annual rent reduction of \$2,024.04
- ▶ Annual Airport maintenance charge reduction of \$270.37
- ▶ City approves the amendment to the Aircraft Maintenance Facility Lease
- ▶ The Airport reimburses \$15,004.61 of paving costs
- ▶ The Airport reconfigures an HVAC unit at a cost of \$3,975.30

Questions?