



Subject: Hangar Land Lease Agreement Taxiway C1-4

Report Number: OPD 21-48

Department: Operations and Development Department

Submitted by: Carlos Reyes, Director of Operations and Development

Meeting Type: Council Meeting

Meeting Date: Monday, October 25, 2021

RECOMMENDATION

THAT report OPD 21-48 Hangar Land Lease Agreement Taxiway C1-4 be received as information;

AND THAT Council authorizes the Mayor and the Clerk to sign the attached agreement to terminate the existing lease agreement for this hangar;

AND THAT a By-Law to execute a new Land Lease Agreement for Taxiway C1-4 with 1467246 Ontario Inc and to repeal By-Law 3134, 3635 and 3746, be brought forward for Council's consideration.

BACKGROUND

On December 13, 2004, the Town of Tillsonburg executed a lease agreement with Rick Lee (By-law 3134) for the construction of a hangar in the commercial aviation site. This agreement was amended on July 9, 2012 (By-law 3635) to include an addition to the existing building and to include Geoff Lee in the lease. On June 24, 2013 a new amendment to include a new building extension was executed for this agreement through By-law 3746.

Earlier this year, the current tenants requested the termination of the existing agreement with the Town and the execution of a new agreement with 1467246 Ontario Inc.

DISCUSSION

After reviewing the existing lease agreement and amendments for this hangar, Staff recommends that the previous lease agreement with Mr. Rick Lee and Geoff Lee be terminated and that a new lease agreement is executed with 1467246 Ontario Inc.



Figure 1. Hangar C1-4 - Site Plan

CONSULTATION

The following staff and resources have been consulted in preparing this report:

- Manager of Public Works
- Duncan, Linton LLP Lawyers

FINANCIAL IMPACT/FUNDING SOURCE

No changes.

CORPORATE GOALS

How does this report support the corporate goals identified in the Community Strategic Plan?

- ☐ Lifestyle and amenities
- ☐ Customer service, communication and engagement
- ☐ Business attraction, retention and expansion
- ☐ Community growth

- ☒ Connectivity and transportation
☐ Not Applicable

Does this report relate to a specific strategic direction or project identified in the Community Strategic Plan? Please indicate section number and/or any priority projects identified in the plan.

Goal – Tillsonburg residents and businesses will be connected to each other, regional networks, and the world through effective traditional and digital infrastructure.

Strategic Direction – Leverage the municipal airport more effectively to increase access, visibility and business activity in Tillsonburg.

Priority Project – Immediate Term – Airport Master Plan and implementation

ATTACHMENTS:

Appendix A – Hangar C1-4 Termination of Existing Agreement

Appendix B – Hangar C1-4 Tillsonburg Airport Hangar lease agreement with 1467246 Ontario Inc