

The following is a joint proposal from the Waterville Airport Co-operative Limited (“WACL”), the Annapolis Valley Flying Association (“AVFA”) and the AVFA task force to the Municipality of the County of Kings (MoK). The “Hangar Owner Group” (Applicant’s in Hfx. No. 428858) is also in agreement with this proposal:

1. A restructured or replacement entity for WACL (the restructured entity) will be the new governing body that will operate and manage a new airport facility/location;
2. A minimum of \$1.8 million in infrastructure funding (the estimate sale price to Michelin) will be paid to WACL by MoK now to finance the airport relocation, and more funding will be provided by any amount received by the MOK for the sale of the airport property in excess of \$1.8 million;
3. The restructured entity will be the body to organize and negotiate with all relevant parties with respect to a new airport location;
4. The restructured entity will assume responsibility in all expense issues relating to the airport relocation; it will not look after any site remediation at the current Waterville airport site;
5. The restructured entity will investigate the best option for relocation, whether it’s Greenwood or a Greenfield;
6. \$32,000 will be granted by MoK to WACL to be used for the engagement of a consultant to create a ten year business plan for the long term planning of the new airport facility;
7. \$10,000 will be granted by MoK to WACL to be used for the engagement of a consultant to provide recommendations on the governance model that will be best suited for the long term ownership, management and operation of the new airport facility;
8. The current property on which the respective Hangars Owners have located their hangars will be subdivided and granted to the respective Hangar Owners;
9. The ownership in all airport related equipment and structures located on the Waterville Airport property and owned by the MOK will be transferred to WACL;
10. The MOK will honour all of the terms, including terms with respect to the date on which the MOK may close the Waterville Airport, presently contained in leases/contracts between the MOK and WACL and the respective Hangar Owners;
11. The MoK will grant an extension of the current management agreement it has with the restructured entity to the point in time that a Greenfield or Greenwood general aviation airport is operational.
12. The Hangar Owners will withdraw their present lawsuit with no costs payable to any party.

The MoK has until August 22, 2014 to accept.