

RESOLUTION NO. 1537

A RESOLUTION AUTHORIZING THE REIMBURSEMENT TO THE PORT OF PASCO OF PAYMENTS MADE ON BEHALF OF, OR TO THE TRI-CITIES AIRPORT BY THE PORT

WHEREAS, the Port of Pasco operates, maintains and develops the Airport, in part, with federal grants, state funds, Passenger Facility Charges, user fees and income from other sources; and

WHEREAS, the Port entered into an agreement with the City of Pasco for Argent Road improvements adjacent to the airport for one million five hundred thousand (\$1,500,000); and

WHEREAS, the improvements to Argent Road are for a public road that is adjacent to and serves the interests of the Tri-Cities Airport; and

WHEREAS the port is issuing a limited tax obligation bond to loan the airport one million and five hundred thousand (\$1,500,000) to pay the City of Pasco for the Argent Road improvements; and

WHEREAS, federal regulations for the use of airport revenue allow repayment of the airport owner or sponsor of funds contributed by such owner or sponsor for capital and operating costs of the airport and not heretofore reimbursed under the following conditions:

- An airport owner or operator can seek reimbursement of contributed funds only if the request is made within 6 years of the date the contribution took place.
- If the contribution was a loan to the airport, and clearly documented as an interest-bearing loan at the time it was made, the sponsor may repay the loan principal and interest from airport funds. Interest should not exceed the rate which the sponsor received for other investments for that period of time; and

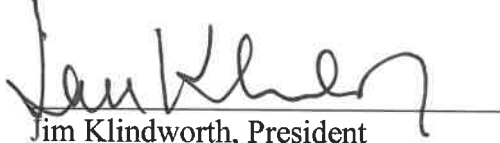
WHEREAS, the port has received an investment interest an average of 1.59% over the last year through the Local Government Investment Fund; and

WHEREAS, the commission has reviewed the amortization schedule for the loan to the Tri-Cities Airport from the Port;

NOW THEREFORE, BE IT RESOLVED by the Commission of the Port of Pasco that the Tri-Cities Airport reimburse the Port the sum of one million and five hundred thousand dollars (\$1,500,000.00) plus interest at a rate of 1.59% for capital contributions and operating expenses incurred to pay the City of Pasco for Argent Road improvements adjacent to the Airport.

Adopted by the Commissioners of the Port of Pasco this 4th Day of August, 2020.

PORT OF PASCO COMMISSION


Jim Klindworth, President

Vicki Gordon

Vicki Gordon, Vice-President

Jean Ryckman

Jean Ryckman, Secretary

Loan Payment Schedule Argent Road Improvements (City of Pasco Payment)

Borrower:	Airport
Lender:	Port
Loan Term:	10 Years
Annual Interest Rate:	1.59%
Loan Amount:	\$1,500,000.00
Loan Origination Date:	September 1, 2020

	Payment Due Date	Beginning Balance	Annual Interest Rate	Annual Principal Payment	Semi-Annual Interest Payment	Total Semi-Annual Payment	Ending Principal Balance
1	June 1, 2021	\$ 1,500,000.00	1.59%	\$ -	\$ 11,925.00	\$ 11,925.00	\$ 1,500,000.00
2	December 1, 2021	\$ 1,500,000.00	1.59%	\$ 130,000.00	\$ 11,925.00	\$ 141,925.00	\$ 1,370,000.00
3	June 1, 2022	\$ 1,370,000.00	1.59%	\$ -	\$ 10,891.50	\$ 10,891.50	\$ 1,370,000.00
4	December 1, 2022	\$ 1,370,000.00	1.59%	\$ 135,000.00	\$ 10,891.50	\$ 145,891.50	\$ 1,235,000.00
5	June 1, 2023	\$ 1,235,000.00	1.59%	\$ -	\$ 9,818.25	\$ 9,818.25	\$ 1,235,000.00
6	December 1, 2023	\$ 1,235,000.00	1.59%	\$ 140,000.00	\$ 9,818.25	\$ 149,818.25	\$ 1,095,000.00
7	June 1, 2024	\$ 1,095,000.00	1.59%	\$ -	\$ 8,705.25	\$ 8,705.25	\$ 1,095,000.00
8	December 1, 2024	\$ 1,095,000.00	1.59%	\$ 145,000.00	\$ 8,705.25	\$ 153,705.25	\$ 950,000.00
9	June 1, 2025	\$ 950,000.00	1.59%	\$ -	\$ 7,552.50	\$ 7,552.50	\$ 950,000.00
10	December 1, 2025	\$ 950,000.00	1.59%	\$ 150,000.00	\$ 7,552.50	\$ 157,552.50	\$ 800,000.00
11	June 1, 2026	\$ 800,000.00	1.59%	\$ -	\$ 6,360.00	\$ 6,360.00	\$ 800,000.00
12	December 1, 2026	\$ 800,000.00	1.59%	\$ 150,000.00	\$ 6,360.00	\$ 156,360.00	\$ 650,000.00
13	June 1, 2027	\$ 650,000.00	1.59%	\$ -	\$ 5,167.50	\$ 5,167.50	\$ 650,000.00
14	December 1, 2027	\$ 650,000.00	1.59%	\$ 155,000.00	\$ 5,167.50	\$ 160,167.50	\$ 495,000.00
15	June 1, 2028	\$ 495,000.00	1.59%	\$ -	\$ 3,935.25	\$ 3,935.25	\$ 495,000.00
16	December 1, 2028	\$ 495,000.00	1.59%	\$ 160,000.00	\$ 3,935.25	\$ 163,935.25	\$ 335,000.00
17	June 1, 2029	\$ 335,000.00	1.59%	\$ -	\$ 2,663.25	\$ 2,663.25	\$ 335,000.00
18	December 1, 2029	\$ 335,000.00	1.59%	\$ 165,000.00	\$ 2,663.25	\$ 167,663.25	\$ 170,000.00
19	June 1, 2030	\$ 170,000.00	1.59%	\$ -	\$ 1,351.50	\$ 1,351.50	\$ 170,000.00
20	December 1, 2030	\$ 170,000.00	1.59%	\$ 170,000.00	\$ 1,351.50	\$ 171,351.50	\$ -
Total				\$ 1,500,000.00	\$ 136,740.00	\$ 1,636,740.00	

Tri-Cities Airport


Donald Taft, Airport Director

Port of Pasco


Randy Hayden, Executive Director