

RESOLUTION NO. 4307

A RESOLUTION OF THE CITY OF MILES CITY APPROVING A LOAN IN THE AMOUNT OF \$35,000, TOGETHER WITH INTEREST THEREON AT THE RATE OF 2.375 PER ANNUM ON THE UNPAID BALANCE OF THE PRINCIPAL UNTIL PAID, FROM THE AERONAUTICS DIVISION OF THE DEPARTMENT OF TRANSPORTATION OF THE STATE OF MONTANA TO THE CITY OF MILES CITY, FOR THE PURPOSE OF: CONSTRUCTION IMPROVEMENT AT THE FRANK WILEY AIRPORT, LOCATED IN MILES CITY MONTANA, PROVIDING FOR THE REPAYMENT OF LOAN, AND THE TERMS THEREOF,"

WHEREAS, the City of Miles City, hereinafter known as "SPONSOR", has approval from the Aeronautics Division of the Department of Transportation of the State of Montana, hereafter known as "DIVISION", for a loan of State funds in the amount of \$35,000 together with interest thereon at the rate of 2.375 per annum of the unpaid balance of the principal until paid, for the purpose of Airport Improvements described above.

The DIVISION, has prescribed the terms and conditions under which loan is to be repaid, to wit: Said sum of \$35,000 together with interest thereon at the rate of 2.375 per annum on the unpaid balance of the principal until paid, must be repaid to the DIVISION, in annual installments in such payment amounts and in accordance with the schedule of repayments as set forth in the repayment schedule attached hereto and marked EXHIBIT "A".

The SPONSOR accepts such DIVISION monies and agrees to expend same upon such terms and conditions as are prescribed by the DIVISION, and in accordance with the Airport Aid Application Section Four (Representations) and Section Three (Sponsor Assurances) and by this reference incorporated herein as though fully set forth.

NOW THEREFORE, IT IS RESOLVED by the City of Miles City, known herein as SPONSOR, as follows:

1.) SPONSOR, hereby agrees to receive and expend such loan totaling \$35,000 for the improvements of the Frank Wiley Airport, located in Miles City, Montana, in the manner and form applied for, and as approved by the DIVISION.

2.) That in consideration of said loan, that SPONSOR, hereby obligates itself during the period of time as set forth in EXHIBIT "A", to repay to the DIVISION, the loan of \$35,000, together with interest thereon at the rate of 2.375 per annum on the unpaid balance of the principal until paid, in annual installments in accordance with EXHIBIT "A". The first of said payments, in the amount as stated in EXHIBIT "A" will be made on or before the date set forth

in EXHIBIT "A", in the full amount of the loan together with interest as aforesaid; and

3.) The SPONSOR shall have the right of prepayment of the principal and interest of the loan, or any part thereof, without penalty, at any time. Any prepayment shall be applied first to interest then accrued at the time of payment and the balance of the payment shall be applied to the principal balance of the loan at the time of prepayment. Any prepayment of principal shall accordingly reduce the amount of interest to be paid on the loan. The prepayment shall not relieve the SPONSOR from making the next succeeding payment installment or installment when due until the total balance of the loan is paid in full.

4.) SPONSOR, in consideration of said loan does hereby obligate itself to include within its budget for the period of time during which loan is to be repaid, sufficient funds to pay and discharge loan together with interest thereon in the amount as stated in EXHIBIT "A".

Unanimously passed and approved by the City of Miles City, located in Miles City, Montana, this 11th day of February, 2020



John Hollowell, Mayor

Attest by:


Lorrie Pearce, City Clerk



Printed Date: 01/23/2020

EXHIBIT "A"

REPAYMENT SCHEDULE

OWNER NAME	City Of Miles City
CITY NAME	Miles City

Fixed Principal Amortization Worksheet

LOAN AMOUNT	\$35,000
ANNUAL INTEREST RATE	2.375%
FIRST PAYMENT DATE	03/01/2021
LOAN PERIOD	10
LOAN REFERENCE NUMBER	

PAYMENT #	PAYMENT DUE	PAYMENT	PRINCIPLE	INTEREST	PRINCIPLE BALANCE
**1	03/01/2021	\$4,331.25	\$3,500.00	\$831.25	\$31,500.00
2	03/01/2022	\$4,248.12	\$3,500.00	\$748.12	\$28,000.00
3	03/01/2023	\$4,165.00	\$3,500.00	\$665.00	\$24,500.00
4	03/01/2024	\$4,081.88	\$3,500.00	\$581.88	\$21,000.00
5	03/01/2025	\$3,998.75	\$3,500.00	\$498.75	\$17,500.00
6	03/01/2026	\$3,915.62	\$3,500.00	\$415.62	\$14,000.00
7	03/01/2027	\$3,832.50	\$3,500.00	\$332.50	\$10,500.00
8	03/01/2028	\$3,749.38	\$3,500.00	\$249.38	\$7,000.00
9	03/01/2029	\$3,666.25	\$3,500.00	\$166.25	\$3,500.00
10	03/01/2030	\$3,583.12	\$3,500.00	\$83.12	-
TOTALS:		\$39,571.88	\$35,000.00	\$4,571.88	

**Actual Interest for first payment will be prorated-You will receive an invoice for the correct amount owed

* This is for planning purposes. Actual interest calculation may fluctuate slightly.