



**City of Conway, Arkansas
Resolution No. R-16-59**

A RESOLUTION OF INTENT REGARDING THE USE OF SANITATION FUNDS FOR LOAN PAYMENT AND REIMBURSEMENT OF THOSE FUNDS UPON SALE OF THE OLD AIRPORT PROPERTY

Whereas, the City of Conway, Arkansas (the "City") has an outstanding loan balance of \$5,750,000 plus accrued interest for the purpose of building the terminal and hangars at the new Cantrell Field Airport; and

Whereas, the maturity date of the loan is July 17, 2018; and

Whereas, the City intends to repay the loan with the proceeds of the sale of the old airport property along 6th Street; and

Whereas, until such time that the sale of the old airport property can be finalized, the City wishes to utilize Sanitation funds to pay down the balance of the loan, thus realizing a savings on interest expense.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CONWAY, ARKANSAS:

Section 1. The City Council authorizes the use of \$3,000,000 of Sanitation funds to be used to pay down the balance of the City's outstanding loan with First Security Bank (Loan #221005069).

Section 2. The City Council also authorizes that upon the closing of the sale of the old airport property, \$3,000,000 of the sale proceeds will be paid back to the Sanitation Fund to reimburse it for this use.

PASSED AND APPROVED this 22nd day of November, 2016.

APPROVED:

By: 

Mayor Tab Townsell

ATTEST:

By: 

Michael O. Garrett
City Clerk/Treasurer