



**EXECUTIVE DIRECTOR**

3237 Arnold Ave.  
Salina, Kansas 67401

Telephone (785) 827-3914 • FAX (785) 827-2221 • email trogers@salair.org

**DATE:** June 18, 2019  
**TO:** SAA Board of Directors  
**FROM:** Tim Rogers and Shelli Swanson  
**SUBJECT:** **June 20, 2019 Special Board Meeting**

Enclosed are items for your review prior to Thursday's special board meeting. Please note that the meeting will be held in the **second-floor conference room, Hangar 600, 2720 Arnold Ct.** A map showing the location of Hangar 600 is enclosed in your board meeting packet.

Thursday's meeting will focus on the steps needed to be taken to authorize general obligation temporary notes that finance improvements to hangars H504 and H959. The project financing will support the leasing of H504 and H959 to two separate aviation companies that have the potential to bring over 450 new jobs to Salina and Saline County. The average wage of the associated new jobs is \$25.00 per hour.

Please note the following agenda comments.

**Agenda Item #5 – Consideration of SAA Resolution No. 19-06 Approving the Issuance of General Obligation Temporary Notes to Finance Hangar H504 and H959 Improvements.** (Rogers and Swanson)

**Note:** *Director Weisel will serve as acting chair for this agenda item. Chairman Buer and vice chairman Eichelberger will abstain from this agenda item discussion and any subsequent vote.*

Enclosed is a copy of SAA Resolution No. 19-06. After the Airport Authority approves the resolution it will be presented to the Salina City Commission for consideration at the commission's Monday, July 1 meeting. Salina City Commission approval of Airport Authority general obligation bond issues is required by K.S.A. 27-323.

**Recommendation:** Approval of SAA Resolution No. 19-06

**Board members able to vote:** Weisel, Gunn, Vancil

**Agenda Item #6 – Consideration of SAA Resolution No. 19-07 Authorizing the Offering and Sale of Taxable General Obligation Bond Temporary Notes, Series 2019-1.** (Rogers and Swanson)

**Note:** *Director Weisel will serve as acting chair for this agenda item. Chairman Buer and vice chairman Eichelberger will abstain from this agenda item discussion and any subsequent vote.*

Enclosed is a copy of SAA Resolution No. 19-07. The resolution enables SAA staff to begin work with George K. Baum & Company to offer SAA G.O. Bond temporary notes for sale. Time is of the essence

for both the Hangar H504 and H959 projects since both tenants need to have improvements completed by September 1, 2019.

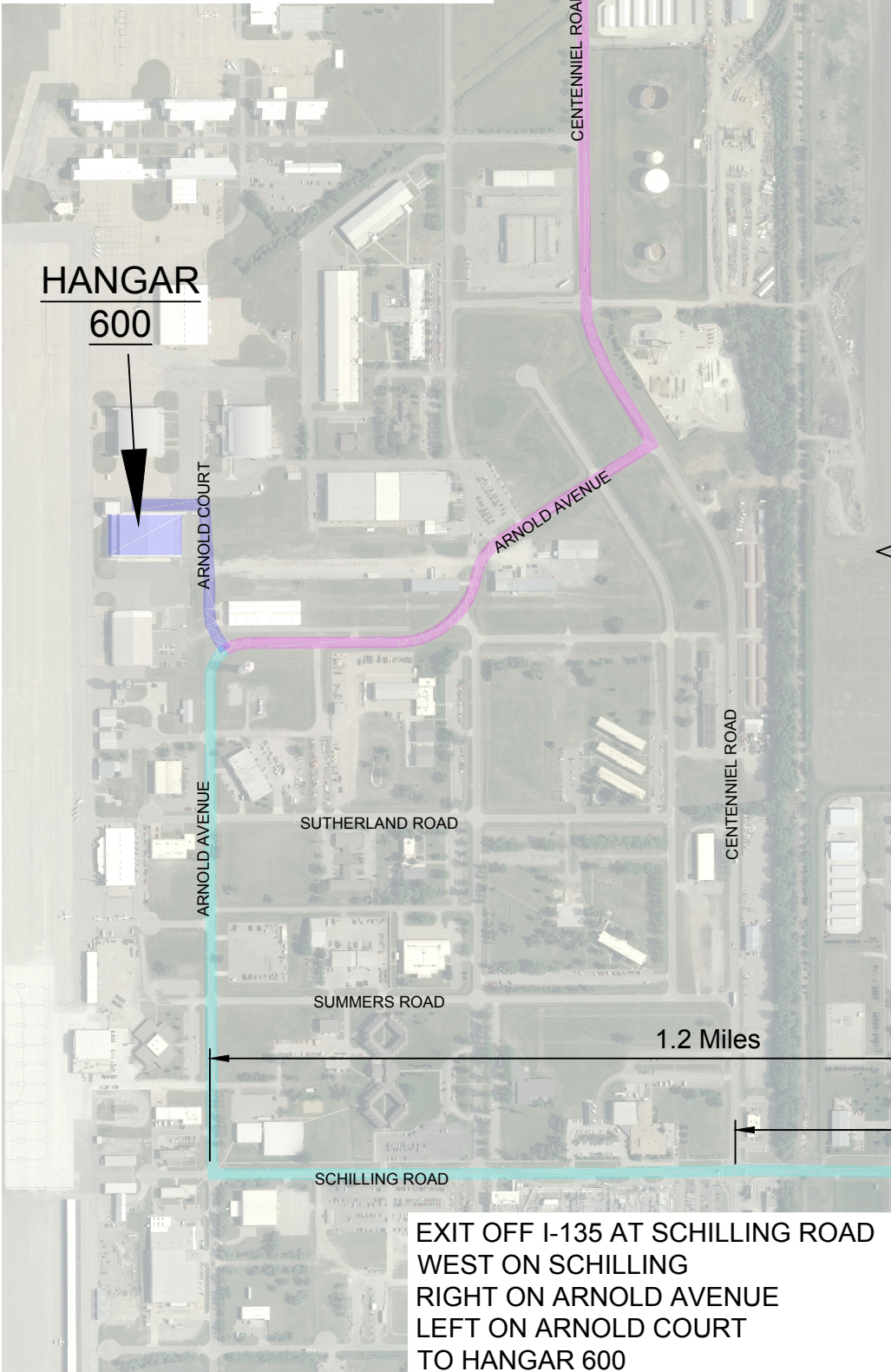
**Recommendation:** Approval of SAA Resolution No. 19-07

**Board members able to vote:** Weisel, Gunn, Vancil

Please contact me if you have any questions prior to Thursday's special board meeting.

## DIRECTIONS TO HANGAR 600 (2720 ARNOLD COURT)

EXIT OFF I-135 AT MAGNOLIA ROAD  
WEST ON MAGNOLIA  
LEFT ON CENTENNIAL  
RIGHT ON ARNOLD AVENUE  
RIGHT ON ARNOLD COURT  
TO HANGAR 600



EXIT OFF I-135 AT SCHILLING ROAD  
WEST ON SCHILLING  
RIGHT ON ARNOLD AVENUE  
LEFT ON ARNOLD COURT  
TO HANGAR 600



**SALINA AIRPORT AUTHORITY SPECIAL BOARD MEETING**  
**Hangar H600, Second Floor Conference Room**  
**2720 Arnold Court**  
**June 20, 2019 – 4:30 PM**

**AGENDA**

**Action Items**

1. Call to order and determine a quorum is present. (Buer)
2. Recognition of guests. (Buer)
3. Additions to the agenda and agenda review (Rogers)
4. Consideration of a motion to designate director Weisel as acting chairman for the remainder of the meeting (Buer)
5. Consideration of SAA Resolution No. 19-06 approving the issuance of general obligation temporary notes to finance hangar H504 and hangar H959 improvements (Rogers and Swanson)
6. Consideration of SAA Resolution No. 19-07 authorizing the offering and sale of taxable general obligation bond temporary notes, Series 2019-1. (Rogers and Swanson)

**Adjournment** (Weisel)





**SALINA AIRPORT AUTHORITY**

**RESOLUTION NO. 19-06**

**A RESOLUTION APPROVING THE ISSUANCE OF GENERAL OBLIGATION BONDS OF THE SALINA AIRPORT AUTHORITY FOR THE PURPOSE OF FINANCING THE COST OF CERTAIN CAPITAL IMPROVEMENTS AT THE SALINA REGIONAL AIRPORT AND AIRPORT INDUSTRIAL CENTER.**

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE SALINA AIRPORT AUTHORITY AS FOLLOWS:

Section 1. The issuance of general obligation bonds (the “Bonds”) of the Salina Airport Authority (the “Authority”) in a principal amount of not to exceed \$2,250,000, exclusive of costs of issuance and any temporary financing costs, the proceeds of the Bonds to be used for the purpose of paying the costs of certain capital improvements located at the Salina Regional Airport and Airport Industrial Center, including, but not limited to:

Hangar 959 improvements to include aircraft parking apron and taxi lanes resurfacing, vehicle parking lot construction, electrical system upgrades, repairs to the hangar doors, a new PVC membrane roof, asbestos abatement, office and restroom improvements, HVAC upgrades, site fencing, and exterior wall repairs; and

Hangar 504 improvements to include to upgrades to existing bathrooms, add shower stalls and install a fire alarm and sprinkler system

(the “Project”), as authorized by K.S.A. 27-315 to 27-326 inclusive, is hereby approved and is in the best interests of the Authority. The total cost of the Project is estimated to be \$3,000,000, with approximately \$750,000 of the cost being provided by grants from the Kansas Department of Transportation. Pending the issuance of the Bonds, the Authority may issue its temporary notes to provide financing for the Project.

Section 2. The Authority expects to make capital expenditures after the date of this resolution in connection with the Project, and the Authority intends to reimburse itself for such expenditures with the proceeds of bonds and notes in the maximum principal amount of \$2,250,000, exclusive of costs of issuance and any temporary financing costs.

Section 3. The Authority hereby requests that the City unconditionally approve this resolution, as provided in K.S.A. 27-323.

Section 4. The Executive Director, the Director of Administration and Finance, are hereby authorized and directed to take such other action as may be necessary to carry out the Project.

Section 5. This Resolution shall take effect immediately upon its adoption and passages.

ADOPTED AND PASSED by the governing body of the Authority on June 20, 2019.

**SALINA AIRPORT AUTHORITY**

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Name: Brian Weisel  
Acting Chairman

(SEAL)

ATTEST:

By: \_\_\_\_\_  
Name: Kristin Gunn  
Secretary

**SALINA AIRPORT AUTHORITY**

**RESOLUTION NO. 19-07**

**A RESOLUTION AUTHORIZING THE OFFERING FOR SALE OF TAXABLE  
GENERAL OBLIGATION TEMPORARY NOTES, SERIES 2019-1, OF THE  
SALINA AIRPORT AUTHORITY, SALINA, KANSAS.**

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**WHEREAS**, the Salina Airport Authority, Salina, Kansas (the “Issuer”), has previously authorized certain internal improvements described as follows (the “Improvements”):

<b><u>Project Description</u></b>	<b><u>Ord./Res. No.</u></b>	<b><u>Authority (K.S.A.)</u></b>	<b><u>Amount</u></b>
Hangar 959 and 504 Improvements	19-06	K.S.A. 27-315 to 27-326 inclusive	\$3,000,000

**WHEREAS**, subject to approval by the City Commission of the City of Salina, Kansas (the “City”), pursuant to K.S.A. 27-323, the Issuer is authorized by law to issue general obligation bonds and/or temporary notes to pay a portion of the costs of the Improvements in an amount not to exceed \$2,250,000; and

**WHEREAS**, the Issuer proposes to issue its temporary notes to pay a portion of the costs of the Improvements; and

**WHEREAS**, the Board of Directors of the Issuer (the “Governing Body”) hereby selects the firm of George K. Baum & Company (the “Financial Advisor”), as financial advisor for one or more series of temporary notes of the Issuer to be issued in order to provide funds to temporarily finance the Improvements; and

**WHEREAS**, the Issuer desires to authorize the Financial Advisor to proceed with the offering for sale of the temporary notes and related activities.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE  
SALINA AIRPORT AUTHORITY, SALINA, KANSAS, AS FOLLOWS:**

**Section 1.** The Financial Advisor, in conjunction with the Executive Director and the Director of Administration and Finance, is hereby authorized to proceed with the offering for sale of the Issuer’s Taxable General Obligation Temporary Notes, Series 2019-1 (the “Notes”). The Notes shall be sold, subject to the approving opinion of Bond Counsel, on a negotiated basis to a purchaser or purchasers (collectively the “Purchaser”) to be designated by the Vice Chairman, in consultation with the Executive Director and the Director of Administration and Finance and Financial Advisor, after evaluating proposals submitted by prospective purchasers based on a request for proposals prepared by the Financial Advisor. The timing of offering for sale, the pricing, the determination of the structuring and repayment terms of the Notes and the selection of various other professionals necessary to complete the issuance of the Notes, shall be determined by the Vice Chairman, in consultation with the Executive Director and the Director of Administration and Finance and Financial Advisor and Gilmore & Bell, P.C., Bond Counsel.

The confirmation of the sale of the Notes shall be subject to the execution of a note purchase agreement between the Purchaser and the Issuer (the “Note Purchase Agreement”) in a form approved by Bond Counsel and the Issuer’s legal counsel, the adoption of a resolution by the Governing Body

authorizing the issuance of the Notes and the execution of various documents necessary to deliver the Notes.

**Section 2.** The Vice Chairman, Secretary, Executive Director and the Director of Administration and Finance, and the other officers and representatives of the Issuer, the Financial Advisor and Bond Counsel are hereby authorized and directed to take such other action as may be necessary to carry out the sale of the Notes, subject to approval of Resolution 19-06 authorizing the Improvements by the City as provided in K.S.A. 27-323.

**Section 3.** The Vice Chairman, Executive Director, Director of Administration and Finance, and the other officers and representatives of the Issuer are hereby authorized and directed to execute the engagement letter related to services to be provided by the Financial Advisor, in substantially the form attached hereto as ***Exhibit A***.

**Section 4.** This Resolution shall be in full force and effect from and after its adoption.

ADOPTED AND PASSED by the governing body of the Authority on June 20, 2019.

**SALINA AIRPORT AUTHORITY**

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Name: Brian Weisel  
Acting Chairman

(SEAL)

ATTEST:

By: \_\_\_\_\_  
Name Kristin Gunn  
Secretary

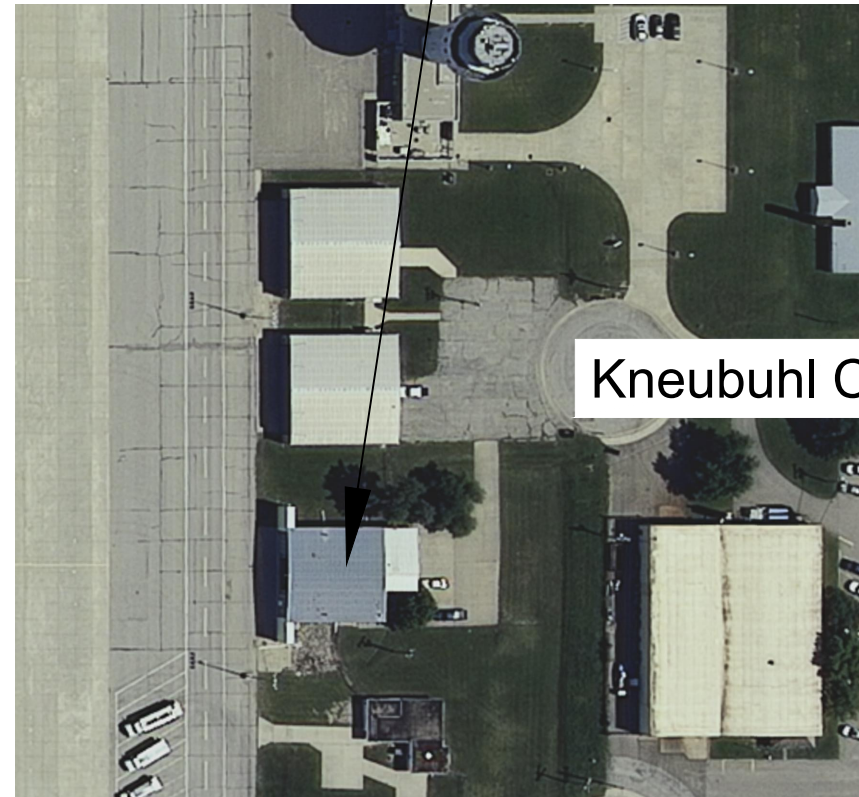




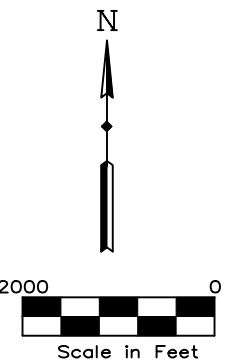
Hangar 959  
2044 Scanlan Ave.



Hangar 504  
2013 Kneubuhl Ct.



Kneubuhl Ct.



Drawing Number 2659-06-19



3237 ARNOLD, SALINA, KS 67401  
(785-827-3914 FAX: 785-827-2221)

None : REVISIONS  
KRB : DESIGNED BY  
KRB : DRAWN BY  
1" = 2000' : SCALE  
6/18/19, 10-22 : DATE