
DATE: October 10, 2025

TO: SAA Board of Directors

FROM: Pieter Miller and Shelli Swanson

SUBJECT: **October 15, 2025, SAA Regular Board Meeting**

Enclosed are items for your review prior to Wednesday's meeting. Please note that the meeting will be held in the **first-floor conference room, Hangar 600, 2720 Arnold Ct.** A map showing the location of Hangar 600 is enclosed in your board meeting packet. The meeting is also available via the following GoTo link. <https://meet.goto.com/salinaairport/salina-airport-authority-board-meeting>

Wednesday's meeting features agenda items that support Airport Authority **STARS** objectives:

Trust – (Agenda Item 6) Promote transparency and accountability in the receipt and evaluation of bids for the 2025-A General Obligation Bonds to ensure responsible financial stewardship.

Success – (Agenda Item 7) Authorize the issuance and delivery of the 2025-A General Obligation Bonds to advance critical infrastructure and development priorities that strengthen the Authority's long-term financial position.

Rooted in Community – (Agenda Item 8) Approve a lease agreement with Forbes Bros. Timberline Construction, Inc. that reinforces the Airport Industrial Center's role in regional economic growth.

Please note the following agenda item comments.

Agenda Item #5 – Airport Activity, Scheduled Air Service and Financial Statement Reports for the Month Ending September 30, 2025 (Miller and Swanson)

Operations (Miller)

The Salina air traffic control tower (ATCT) recorded 8,005 operations in September 2025, a 30% increase from 6,142 operations in September 2024. Year-to-date (January–September) operations totaled 53,289, up 7% from 49,709 during the same period in 2024, though still below the 62,789 recorded in 2023. Growth continues to be led by itinerant military and general aviation activity, partially offset by reduced air taxi traffic. Overall, SLN operations remain strong across all user segments.

Fuel Flowage (Miller)

Fuel flowage in September 2025 totaled 182,441 gallons, a 29% decrease compared to 257,721 gallons in September 2024. Despite the monthly decline, year-to-date totals reached 1,968,534 gallons, up 21% from 1,628,954 gallons during the same period last year and ahead of 2023's 1,570,356 gallons. The increase continues to be driven by military and government demand, supported by steady general aviation and commercial usage.

Passenger Enplanements (Miller)

SkyWest Airlines carried 2,774 enplaned passengers in September 2025, up 55% from 1,785 in September 2024. Year-to-date (January–September) enplanements totaled 22,652, a 71% increase over the 13,222 recorded during the same period in 2024, and nearly double the 11,626 carried in 2023.

SkyWest's total passenger count (enplanements and deplanements combined) for September reached 5,544, reflecting continued strong performance and reliable service across Denver, Chicago, and Houston routes.

Financial Reports – Comments and Notes (Swanson)

Financial Highlights – September 2025

September results reflect ongoing operating strength, with year-to-date revenues ahead of budget and well above 2024 levels. Significant progress continued across capital projects, including Project 80, the North Ramp tail dock, and the terminal building expansion. The Authority remains well-positioned financially, with strong unrestricted operating cash and year-to-date net income exceeding \$5.77 million.

As of September 30, total assets were \$89.7 million, a decrease of \$498,000 from August but up \$15.1 million (20%) compared to September 2024. The modest month-to-month decline reflects capital project drawdowns.

Total cash in bank stood at \$9.22 million, including \$2.94 million in bond funds, \$1.38 million for the AIM Center, \$1.03 million in KASDI funds, and \$279,218 in mill levy proceeds. Operating funds, net of \$169,767 in refundable security deposits, totaled approximately \$3.42 million.

Current liabilities decreased by \$426,000 to \$10.86 million, driven by lower accounts payable as major construction invoices were paid down. Long-term liabilities decreased slightly to \$42.71 million, consistent with scheduled bond amortization.

Operating revenues through September totaled \$3.10 million, exceeding budget by \$358,000 (113%) and increasing 16% year-over-year. Airfield revenues remain a key driver, up 28% from 2024, led by strong growth in fuel flowage fees (+21%) and hangar rent (+32%).

Operating expenses of \$2.66 million were 3% under budget and up just 5% from last year, with the largest year-over-year increases in property insurance, airport promotion, and maintenance. Net ordinary income year-to-date stood at \$438,993, compared to \$139,237 in 2024.

Other income totaled \$11.20 million, including \$7.20 million in capital contributions, \$2.51 million in mill levy receipts, \$1.08 million in gain on sale of assets, and \$409,695 in interest income.

Year-to-date net income was \$5.77 million, up \$4.41 million (323%) from the same period last year.

Capital expenditures for September were \$36,235, bringing total year-to-date capital spending to \$12.98 million, or 40% of the annual budget. Key September activity included Project 80 progress payments, North Ramp tail dock professional services, and a new brine maker for snow operations.

Financial Reports – Accounts Receivable Past Due 31 days or more as of October 10, 2025
(Swanson)

Account	Amount	Days	Comments
Terry Belcher	\$4,280	31-90	Hangar Rent
Daws Trucking	\$675	31-60	Land Rent
Gebhardt, Max	\$1,454	31-90	Storage Igloo
Michael Haverfield	\$500	31-60	Pasture Rent
Kansas Military Board	\$5,635	31->90	Facility Rent
John Price	\$232	31-60	Hangar Rent

Agenda Item #6 – Consideration of Bids Received for the Sale of the Salina Airport Authority 2025-A General Obligation Bonds. (Swanson/Arteberry)

At the meeting, SAA staff and financial advisor Dave Arteberry (Stifel) will present the results of the public offering of the General Obligation Bonds for which bids will be received at 11:00 a.m. on October 14.

Agenda Item #7 - Consideration of SAA Resolution No. 25-11 (Swanson/Arteberry/Walter)

At the September 17, 2025 SAA board meeting, Resolution No. 25-08 authorizing the offering for sale of General Obligation Bonds Series 2025-A of the Salina Airport Authority was approved. The Series 2025-A bonds will retire and permanently finance the SAA's 2023-1 Temporary Notes that were issued to fund airport capital improvements including the construction of the new above ground fuel station and the decommissioning of the underground storage tank facility known as Pumphouse 305.

On October 7, 2025, Moody's Ratings assigned an Aa3 rating to the proposed \$5.6 million Taxable General Obligation Bonds and maintained the Aa3 rating on the Authority's outstanding GOULT debt. Enclosed is a copy of the Moody's Press Release.

The enclosed draft Resolution No. 25-11 authorizes and directs the issuance, sale and delivery of the Taxable General Obligation Bonds, Series 2025-A of the SAA; providing for the levy and collection of an annual tax for the purpose of paying the principal and interest on said bonds as they become due. A final version of the resolution will be presented to you at the meeting with the results of the bid.

Recommendation: Approval of SAA Resolution No. 25-11 authorizing the issuance, sale and delivery of taxable general obligation bonds, Series 2025-A and authorizing Chair Boos to sign the Resolution.

Agenda Item #8 -- Consideration of Lease Agreement with Forbes Bros. Timberline Construction, Inc. (Swanson)

Background

On January 5, 2022, the Authority entered into a lease with Forbes Bros. Timberline Construction, Inc.

for a tract of approximately 12.086 acres located in the Airport Road Equipment Yard. That agreement was superseded by a new lease executed December 22, 2023 (the “2023 Lease”), which will expire on December 31, 2025, with no further renewal options.

Forbes Bros. Timberline Construction has expressed a desire to continue occupying the premises. Staff have negotiated a new lease agreement commencing January 1, 2026, for a one-year term through December 31, 2026, with one (1) one-year renewal option, subject to performance and compliance with the terms of the lease.

Use of Premises:

The tenant is currently storing lattice steel towers for a transmission project that has been delayed due to permitting issues. During this period, they periodically conduct steel audits to check the condition of the materials. Once the project receives regulatory approvals, they plan to mobilize the tower steel out of the yard using highway tractors, trailers, pickup trucks, loaders, and telehandlers.

Forbes Bros. Timberline Construction has been an outstanding tenant over the last 4 years, generating nearly \$40,000 in annual lease revenue for the Authority.

Key Terms of the Proposed Lease:

- **Premises:** Approximately 12.086 acres in Airport Road Yard (Areas 1, 3, 4, and 6, Exhibit A).
- **Primary Term:** January 1, 2026 – December 31, 2026.
- **Renewal Option:** One (1) additional one-year term, exercisable by Lessee with 60 days’ prior written notice.
- **Basic Rent:** \$3,180.00 per month, payable in advance. (Historical rates: 2022-2023=\$2,955/month; 2024-2025=\$3,085/month.)
- **Security Deposit:** \$2,955 held under the original 2022 lease, to be carried forward.
- **Permitted Use:** Outside storage of metal beams, lattice steel towers, CONEX boxes, and other electric utility construction materials.
- **Insurance:** Lessee to maintain liability and other required insurance per Section 5.
- **Other Provisions:** Standard Authority clauses addressing maintenance, indemnification, environmental compliance, holdover, and nondiscrimination assurances.

Recommendation: Approval of the proposed Lease Agreement with Forbes Bros. Timberline Construction, Inc., effective January 1, 2026, and authorize Chair Boos to sign.

Please let us know if there are any questions you would like us to prepare for in advance of the meeting.

SALINA AIRPORT AUTHORITY REGULAR BOARD MEETING
Hangar H600, First Floor Conference Room
2720 Arnold Court

October 15, 2025 – 8:00 AM

AGENDA

Call to Order

1. Call to order, determine that a quorum is present and confirm that the meeting notice has been published. (Boos)
2. Recognition of guests. (Boos)
3. Additions to the agenda and agenda overview. (Miller)

Action Items:

4. Approval of the minutes of September 17, 2025 Regular Board Meeting. (Boos)
5. Review of airport activity and financial reports for the month ending September 30, 2025 (Miller/Swanson)
6. Consideration of Bids Received for the Sale of the Salina Airport Authority 2025-A General Obligation Bonds. (Swanson/Arteberry)
7. Consideration of SAA Resolution No. 25-11 authorizing the issuance, sale and delivery of taxable general obligation bonds, Series 2025-A (Swanson/Arteberry/Walter)
8. Consideration of Lease Agreement with Forbes Bros. Timberline Construction, Inc. (Swanson)

Staff Reports:

- Staff Development Updates: (Miller)
- Terminal Building Update. (Miller/Cunningham)

Executive Sessions

9. An executive session of the board of directors to discuss legal considerations relating to the fuel facility project.

"I move the board recess into executive session for ____ minutes to discuss the subject of legal considerations relating to the fuel facility project with legal counsel based upon the need for consultation with an attorney for the public body which would be deemed privileged in the attorney-client relationship pursuant to KSA 45-7319(b)(2). The open meeting will resume in this room at _____ a.m."



10. An executive session of the board of directors to discuss confidential proprietary information relating to financial affairs and industry trade secrets for airline and MRO development.

"I move the board recess into executive session for ____ minutes to discuss the subject of confidential proprietary information relating to a corporation based upon the need to discuss data relating to financial affairs or trade secrets of corporations, partnerships, trusts, and individual proprietorship pursuant to KSA 75-4319. Open meeting will resume in this room at _____ a.m."

Airport Authority Board action following either executive session is not expected to occur.

Directors' Forum: (Boos)

Visitors' Questions and Comments: (Boos)

Announcements: (Windhorst)

Adjournment: (Boos)



**MINUTES OF THE REGULAR MEETING
OF THE SALINA AIRPORT AUTHORITY BOARD OF DIRECTORS
SEPTEMBER 17, 2025
HANGAR 600, ROOM 100**

Call to Order

Chair Boos called the board meeting to order at 8:00 a.m. and confirmed that a quorum was present. Business and Communications Manager Kasey Windhorst confirmed that staff published the agenda Friday, September 12, 2025, and published and distributed the board meeting packet Monday, September 15, 2025.

Attendance

Directors Boos, Roberg, O'Brien, Bunn, and Commerford attended in person, as did Executive Director Pieter Miller; Director of Administration and Finance Shelli Swanson; Director of Facilities and Construction, Maynard Cunningham; Business and Communications Manager Kasey Windhorst; Airport Administration Specialist Michelle Moon; and Attorney Greg Bengtson. Guests attending in person: Mitch Robinson, Salina Community Economic Development Organization; Amy Cole, AIM Center of Excellence; Jim Weese, Saline County Commissioner; and Mitch Walter, Gilmore & Bell. Guests attending remotely (VTC): David Arteberry, Stiefel, Nicolaus & Company, Inc.; Julie Yager-Zerker, Avflight; and Trent Davis, City of Salina Commissioner.

Agenda

Executive Director Miller reviewed the agenda, noting no changes.

Minutes

Director Commerford moved to accept the minutes of the August 20, 2025, Regular Board Meeting and the minutes of the September 3, 2025, Special Board Meeting as presented. Director Roberg seconded the motion. Motion passed 5-0.

Airport Activity

Miller reviewed the monthly airport activity for August 2025. ATCT (tower) reported 5,336 operations for the month, an increase of 11% from the same month last year. Year-to-date (January–August) operations reached 45,284, up 4% from the 43,567 reported for 2024 YTD.

Fuel flowage in August 2025 was 169,924 gallons, down 24% from August 2024 (223,649 gallons). Year-to-date totals are still ahead of 2024 (1,786,093 gallons, 30% over 2024's 1,371,233 gallons).

Passenger activity at SLN in August 2025 included 2,920 scheduled enplanements, compared to 3,269 in August 2024; year-to-date onboarding passengers numbered 24,204, 70% over 2024 (14,233) and more than double 2023 levels. Denver, Chicago, and Houston routes by SkyWest Airlines carried 5,764 total enplaned and deplaned passengers in August 2025.

Financial Review

Swanson reviewed the August 2025 financials, noting year-to-date net income exceeding \$6.4 million. Total assets for August 31, 2025, were \$89.1 million, a decrease of \$2.17 million from July. Total cash in bank stood at \$9.20 million, with unrestricted operating cash at \$3.05 million. Year-to-date operating revenues were \$2.71 million, ahead of budget by \$278,440. Airfield revenues for fuel flowage fees and hangar rent are up 34% year-over-year.

Operating expenses of \$2.35 million were 3% under budget and up just 2% from last year, with notable increases in property insurance, airport promotion, and snow removal. Net ordinary income year-to-date was \$363,353, compared to a \$8,511 loss for the same period in 2024. Swanson highlighted significant capital expenditures for the month of August. Director Boos instructed staff to file the financials for audit.

Consideration of Resolution No. 25-08 Authorizing the Offering for Sale of Taxable General Obligation Bonds, Series 2025-A, of the Salina Airport Authority. Review of the 2025-A GO Bond Sale Resolution.

Swanson introduced David Arteberry, Stiefel, Nicolaus & Co. to the board. Arteberry discussed the bond sale process and reviewed the calendar of events. The bond sale is scheduled for Tuesday, October 14, 2025. Arteberry noted taxable bond markets are currently experiencing a good response, and the bonds are expected to be offered at a 5.2% interest rate.

Mitch Walter, Gilmore & Bell continued the discussion, focusing on the resolution's format. While the resolution is similar to past documents, this bond is taxable based on the original financial format.

Director Bunn moved to approve SAA Resolution No. 25-08 Authorizing the Offering for Sale of General Obligation Bonds, Series 2025-A of the Salina Airport Authority, and authorizing Chair Boos to sign the resolution. Director Roberg seconded the motion. Voting was 5 – 0 in favor.

Consideration of Resolution No. 25-09 Levying an Ad Valorem Tax of an Estimated 5.501 Mills on all Taxable Tangible Property Within the City of Salina, Kansas for the Purpose of Paying the Interest on and Principal of General Obligation Bonds of the Salina Airport Authority Pursuant to K.S.A. (2016 Supp.) 27-323(a).

The consideration of Resolution 25-09 is the last step in the process of establishing the SAA's 2025 mill levy for GO Bond debt service for the budget year 2026. Swanson stated that 5.501 Mills represents the interest and principal of the general obligation bond payments (\$2.959 million). The SAA previously declared intent and published the required notice to levy a tax above its Revenue Neutral Rate of 5.623 mills and held the public hearing after publication of the required notices.

Director Bunn moved for approval of and authorization for Chair Boos to sign SAA Resolution No. 25-09 levying an ad valorem tax of an estimated 5.501 mills on all taxable tangible property within the City of Salina, Kansas for the purpose of paying the interest on and principal of general obligation bonds of the Salina Airport Authority pursuant to K.S.A. (2016 Supp.) 27-323(a). The motion was seconded by Director Roberg and passed unanimously.

Consideration of Resolution No. 25-10 Levying an Ad Valorem Tax of an Estimated 1 Mill on all Taxable Tangible Property Within the City of Salina, Kansas for the Purpose of Providing

Matching Funds to Qualify for any Federal or State Grant Relating to the Development, Improvement, Operation, or Maintenance of the Salina Regional Airport Pursuant to K.S.A. 27-322(b).

Swanson recapped the process to date: Resolution 25-05 was approved on June 17, 2025, and declared an intent to levy a tax not to exceed one (1) mill to provide matching funds to qualify for any federal or state grant funds relating to the development, improvement, operation, or maintenance of the Salina Regional Airport. A notice was prepared and published as required by K.S.A. 27-322(b) and appeared in the Salina Journal on June 27, 2025, and July 3, 2025, informing the public that the Airport Authority's use of mill levy funds to qualify for state or federal grants is subject to a petition by qualified electors of the City of Salina. The 30-day period for submitting a petition by qualified voters expired on August 2, 2025, without a filed petition. Resolution 25-10 is the last step in the process of establishing the SAA's 2025 mill levy for matching federal or state grant funds for the budget year 2026.

Director Bunn moved for approval of and authorization for Chair Boos to sign SAA Resolution No. 25-10 levying an ad valorem tax of an estimated 1 mill on all taxable tangible property within the City of Salina, Kansas, for the purpose of providing matching funds to qualify for federal or state grants relating to the development, improvement, operation, or maintenance of the Salina Regional Airport pursuant to K.S.A. 27-322(b). Director Roberg seconded the motion and board voted 5 – 0.

Presentation/Consideration of Salina Community Economic Development Organization 2026 budget request.

Mitch Robinson, Executive Director of Salina Community Economic Development Organization (SCEDO), presented the results of the 2025 strategic plan and targeted industry study to the board. Following a discussion period, Director Commerford moved for approval of \$50,000 from the Salina Airport Authority in 2026 for the annual Salina Community Economic Development Organization contribution and authorize the Executive Director to sign the support agreement. Director O'Brien seconded the motion. Motion carried 5 – 0.

Consideration of the Second Amendment to Lease with the Kansas Department of Revenue (KDOR) for Building 394 (DMV office), and the CDL Testing Lot.

Swanson provided a history of the lease agreement with the Kansas Department of Revenue for Building 394 (DMV office and CDL test site) and the details of the amendment.

Key Amendment Terms

- **Premises:** 3,951 square feet of office space, including parking lot and CDL testing lot area.
- **Current Rent:** \$8,352 per quarter through February 28, 2026.
- **Amendment Term:** Five (5) years, beginning March 1, 2026, through February 28, 2031.
- **Amendment Rent:** \$9.50 per square foot of office space, equal to **\$9,383.62 per quarter.**
- **Renewal Option:** One (1) additional five-year term, March 1, 2031, through February 28, 2036, at **\$10.50 per square foot** (\$10,371.37 per quarter).

- **Other Terms:** All other conditions of September 10, 2020, primary lease, along with prior amendments and exhibits, remain unchanged and in full effect.

Director Roberg moved for approval of the Second Lease Amendment with the Kansas Department of Revenue for continued operation of the DMV service center and CDL testing lot at 2941 Centennial Road, and authorize Chair Boos to sign the lease amendment, Director O'Brien provided the second. Motion passed unanimously.

Consideration and approval of the Second Amendment to Lease with Kansas State University Salina Aerospace and Technology Campus for Hangar 600.

Swanson reviewed the lease agreement and the terms of the second amendment.

Key Terms of Second Amendment

- **Premises:** 29,475 SF hangar and office space at Hangar 600, 2720 Arnold Court.
- **Extended Term:** 12 months, December 1, 2025 – November 30, 2026.
- **Holdover Option:** Automatic continuation on a month-to-month basis for up to six (6) months beyond November 30, 2026, terminating no later than May 31, 2027.
- **Rental Rate:** \$16,506 per month (\$6.72/SF/year), payable in advance on the first day of each month. (Adjusted for CPI since the 2023 rate adjustment.)
- **Other Terms:** All other provisions of the Lease, as previously amended, remain in full effect.

Director Roberg moved for approval of the Second Amendment to the Lease Agreement with Kansas State University Salina Aerospace and Technology Campus for continued use of Hangar

600, and authorization for Executive Director Miller to sign the amendment. Director Commerford seconded the motion. Voting passed 5 – 0.

Consideration of Kansas Department of Commerce e-Aviation \$4,000,000 Grant Agreement

Miller provided a recap of the events resulting in the receipt of a draft grant agreement from the Kansas Department of Commerce providing up to \$4,000,000 in funding under Senate Bill 125 (2025 Session Laws). The SAA submitted a funding request in September outlining near-term and long-term priorities for the grant including \$2.5million for near-term infrastructure and \$1.5million for long-term planning. The grant agreement term runs from July 1, 2025, through June 30, 2027, with 70% of funds disbursed at execution and 30% upon submission of the first biannual report.

Director Bunn moved for acceptance of the Kansas Department of Commerce e-Aviation grant award and authorization for the Executive Director to execute the grant agreement and administer the funds consistent with the project description. Director Roberg seconded the motion and the board voted unanimously in favor of the motion.

Staff Reports

Amy Cole provided a presentation of the AIM Center's growth and sustainability strategy as well as information on the current Fall cohorts.

Miller updated the board on the terminal construction progress.

Announcements

Business and Communications Manager Windhorst reminded the board of the upcoming meetings for the remainder of 2025. The 2025 Fly Kansas Air Tour will stop at SLN on Friday, September 26, 2025; and IAC will host the 2025 U.S. National Aerobatic Championships for the sixth year at SLN from September 28 through October 3.

Director Commerford moved to adjourn, and Director O'Brien seconded the motion. Motion carried 5 – 0.

The meeting adjourned at 9:39 a.m.

Minutes are approved by the board, October 15, 2025.

Kasey L. Windhorst, Board Clerk

(SEAL)

SALINA AIRPORT AUTHORITY

AIRPORT ACTIVITY REPORT

2025

AIR TRAFFIC/ATCT

September, 2025	8,005 Operations
	673 Instrument Operations
	506 Peak Day
September, 2024	6,142 Operations
	666 Instrument Operations
	382 Peak Day
January 2025 - September 2025	53,289 Operations
January 2024 - September 2024	49,709 Operations
January 2023 - September 2023	62,789 Operations

FUEL FLOWAGE

September, 2025	182,441 Gallons
September, 2024	257,721 Gallons
January 2025 - September 2025	1,968,534 Gallons
January 2024 - September 2024	1,628,954 Gallons
January 2023 - September 2023	1,570,356 Gallons

		Avflight	
		Military/Gov't	Self-fuel
KSU-S	Avflight Salina	Portion	Station Portion
11,481	170,960	40,070	464
13,044	244,677	80,340	823
78,599	1,889,935	586,322	2,940
73,669	1,555,285	476,482	2,654
98,766	1,471,590	487,167	2,525

SkyWest Airlines

ENPLANEMENTS

September, 2025	2,774 Passengers
September, 2024	1,785 Passengers

DEPLANEMENTS

2,770 Passengers
1,802 Passengers

TOTAL

5,544
3,587

January 2025 - September 2025	22,652 Passengers
January 2024 - September 2024	13,222 Passengers
January 2023 - September 2023	11,626 Passengers

ENPLANEMENTS - Charter Flights

September, 2025	0 Passengers
September, 2024	3,055 Passengers

January 2025 - September 2025	4,326 Passengers
January 2024 - September 2024	5,851 Passengers
January 2023 - September 2023	462 Passengers

TOTAL ENPLANEMENTS - Scheduled Flights & Charter Flights

September, 2025	2,774 Passengers
September, 2024	4,840 Passengers

January 2025 - September 2025	26,978 Passengers
January 2024 - September 2024	19,073 Passengers
January 2023 - September 2023	12,088 Passengers

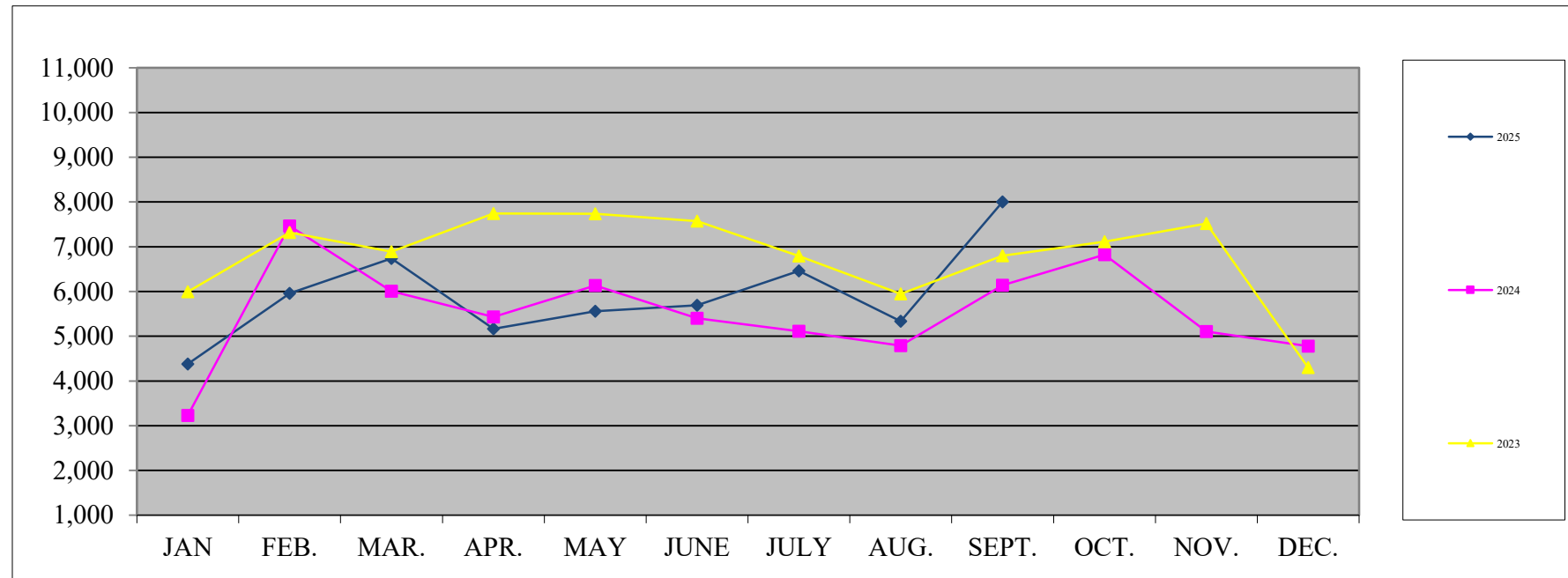
AIRPORT TRAFFIC RECORD

2024 - 2025

	ITINERANT					LOCAL			
	AC	AT	GA	MI	Total Itinerant	Civil	Military	Total Local	Total Operations
2025									
January, 25	162	752	1,095	215	2,224	1,846	310	2,156	4,380
February, 25	131	1,246	1,230	175	2,782	3,022	152	3,174	5,956
March, 25	148	1,153	1,347	488	3,136	3,414	187	3,601	6,737
April, 25	99	550	1,829	698	3,176	1,961	30	1,991	5,167
May, 25	176	305	2,094	315	2,890	2,486	180	2,666	5,556
June, 25	171	286	2,097	278	2,832	2,820	38	2,858	5,690
July, 25	184	404	2,078	314	2,980	3,376	106	3,482	6,462
August, 25	151	95	1,994	222	2,462	2,750	124	2,874	5,336
September, 25	160	76	3,623	234	4,093	3,781	131	3,912	8,005
October, 25									
November, 25									
December, 25									
Totals January - September	1,382	4,867	17,387	2,939	26,575	25,456	1,258	26,714	53,289
2024									
January, 24	126	861	482	240	1,709	1,448	74	1,522	3,231
February, 24	138	1,905	818	182	3,043	4,166	257	4,423	7,466
March, 24	143	1,364	772	302	2,581	3,254	172	3,426	6,007
April, 24	89	1,512	755	171	2,527	2,835	68	2,903	5,430
May, 24	89	1,285	894	181	2,449	3,596	88	3,684	6,133
June, 24	72	1,119	837	313	2,341	2,932	130	3,062	5,403
July, 24	67	1,109	940	191	2,307	2,596	207	2,803	5,110
August, 24	101	1,113	982	139	2,335	2,376	76	2,452	4,787
September, 24	112	1,805	1,801	468	4,186	1,732	224	1,956	6,142
October, 24									
November, 24									
December, 24									
Totals January - September	937	12,073	8,281	2,187	23,478	24,935	1,296	26,231	49,709
Difference	445	-7,206	9,106	752	3,097	521	-38	483	3,580
YTD % Change	47%	-60%	110%	34%	13%	2%	-3%	2%	7%
Legend:	AC: Air Carrier		AT: Air Taxi						
	GA: General Aviation		MI: Military						

AIR TRAFFIC

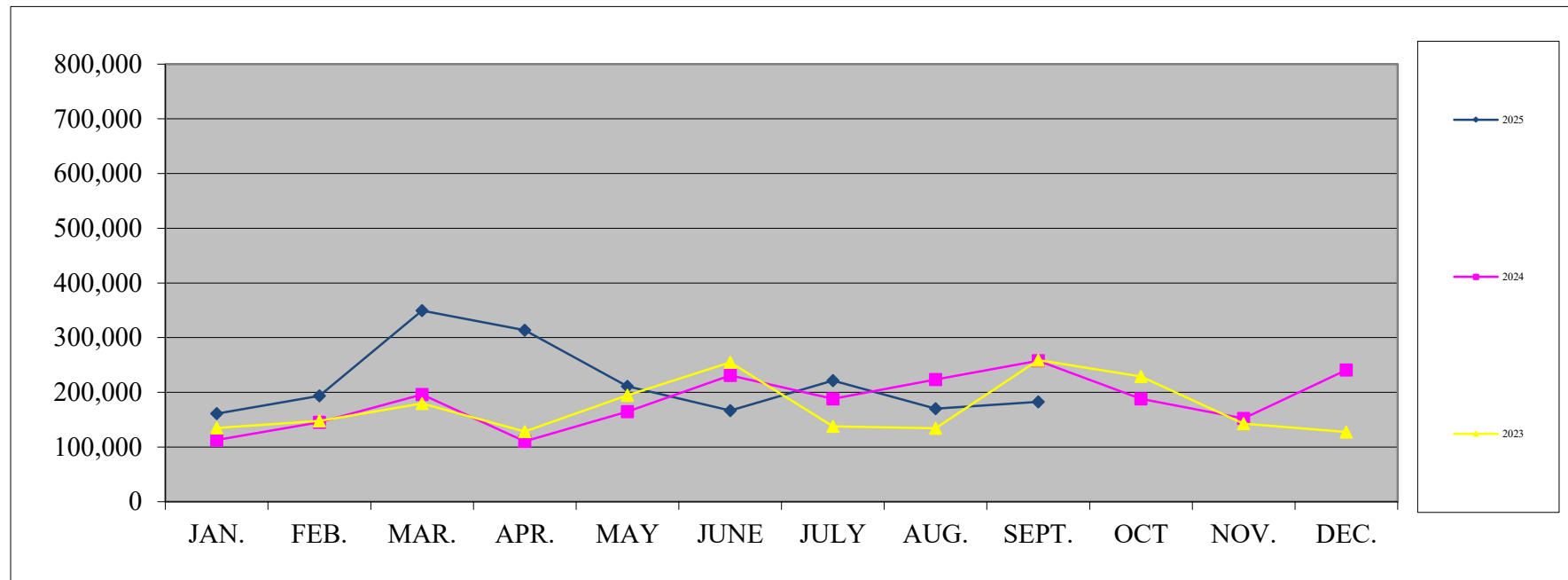
	<u>JAN</u>	<u>FEB.</u>	<u>MAR.</u>	<u>APR.</u>	<u>MAY</u>	<u>JUNE</u>	<u>JULY</u>	<u>AUG.</u>	<u>SEPT.</u>	<u>OCT.</u>	<u>NOV.</u>	<u>DEC.</u>	<u>TOTAL</u>
2025	4,380	5,956	6,737	5,167	5,556	5,690	6,462	5,336	8,005				53,289
2024	3,231	7,466	6,007	5,430	6,133	5,403	5,110	4,787	6,142	6,822	5,103	4,778	66,412
2023	5,993	7,320	6,890	7,743	7,734	7,572	6,791	5,945	6,801	7,112	7,521	4,297	81,719
2022	4,764	6,260	6,557	4,258	5,965	6,660	4,613	4,040	7,352	8,289	5,940	3,564	68,262
2021	3,996	5,989	7,688	8,739	6,570	7,142	7,230	6,181	7,206	7,958	6,808	5,463	80,970
2020	3,109	6,494	2,841	1,398	2,614	5,846	5,399	7,318	7,550	8,532	5,078	4,269	60,448
2019	3,102	4,852	6,848	8,225	6,328	8,541	8,051	5,520	7,187	7,240	6,072	4,587	76,553
2018	3,418	4,601	6,312	5,510	5,094	6,865	6,865	4,910	6,336	9,974	5,317	4,091	69,293
2017	3,539	6,598	5,329	5,340	4,253	4,338	3,613	4,717	7,081	6,177	6,062	4,094	61,141
2016	4,422	7,789	7,962	7,312	6,898	8,011	5,877	4,789	7,593	6,052	5,458	4,948	77,111
2015	6,918	7,133	8,557	8,870	8,022	7,268	8,089	5,426	8,846	11,367	8,753	7,101	96,350



FUEL FLOWAGE

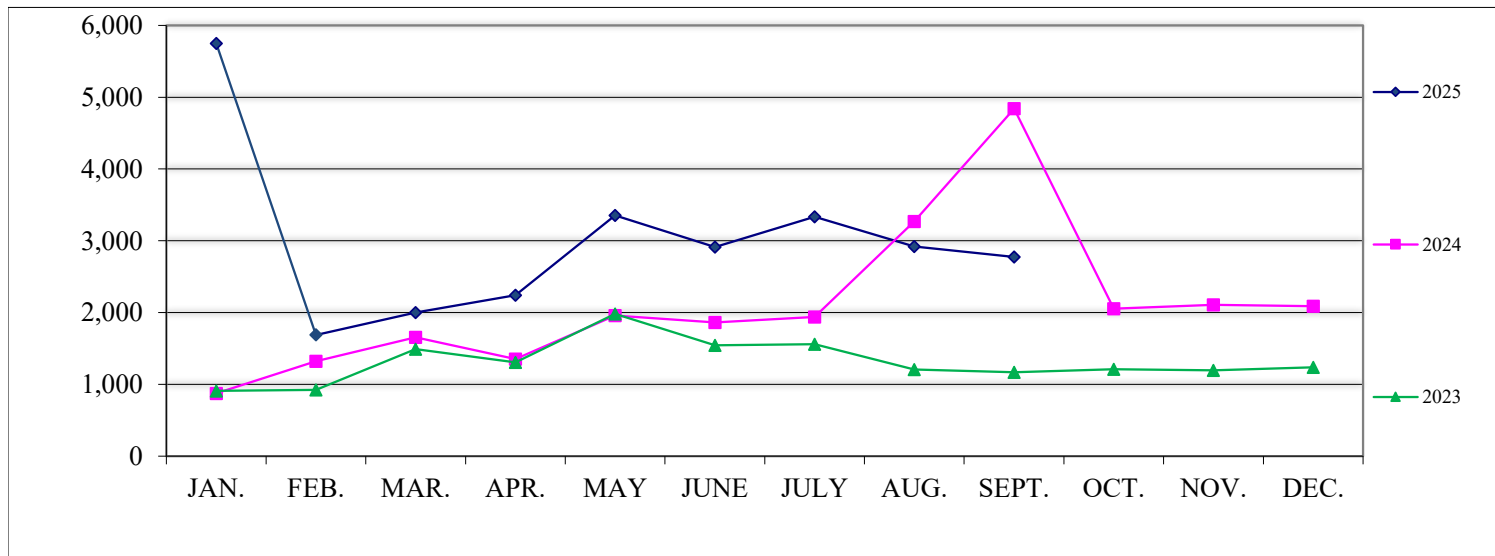
Gallons of Fuel Sold at SLN

	<u>JAN.</u>	<u>FEB.</u>	<u>MAR.</u>	<u>APR.</u>	<u>MAY</u>	<u>JUNE</u>	<u>JULY</u>	<u>AUG.</u>	<u>SEPT.</u>	<u>OCT</u>	<u>NOV.</u>	<u>DEC.</u>	<u>TOTAL</u>
2025	160,970	193,543	349,376	313,679	210,750	166,657	221,194	169,924	182,441				1,968,534
2024	112,666	145,336	195,892	110,346	164,602	230,822	187,920	223,648	257,721	188,094	152,323	240,849	2,210,220
2023	134,955	147,775	179,414	128,122	194,746	254,599	137,603	134,249	258,893	228,702	142,909	127,411	2,069,378
2022	151,697	200,550	418,947	132,791	132,881	193,611	104,328	103,932	434,725	147,216	227,214	123,281	2,371,173
2021	118,269	145,726	209,376	127,107	171,289	159,725	236,452	226,367	171,259	199,197	160,279	171,150	2,096,198
2020	118,337	341,329	124,865	56,765	90,326	105,987	142,234	692,613	128,710	208,081	170,893	114,869	2,295,009
2019	156,531	183,334	150,881	119,745	172,835	157,376	111,147	645,834	161,888	223,382	108,525	87,182	2,278,659
2018	74,807	186,507	172,561	154,513	131,941	367,663	288,977	303,273	348,454	161,563	125,129	99,437	2,414,825
2017	115,075	588,072	203,387	149,134	143,801	211,351	160,134	126,751	418,616	172,614	200,050	133,173	2,622,158
2016	80,221	136,763	130,990	94,673	153,410	132,964	208,846	375,330	137,906	126,983	100,764	182,062	1,860,912
2015	176,746	188,406	290,470	132,543	128,100	126,428	237,782	108,581	143,816	717,601	147,853	89,277	2,487,603



ENPLANEMENTS

	<u>JAN.</u>	<u>FEB.</u>	<u>MAR.</u>	<u>APR.</u>	<u>MAY</u>	<u>JUNE</u>	<u>JULY</u>	<u>AUG.</u>	<u>SEPT.</u>	<u>OCT.</u>	<u>NOV.</u>	<u>DEC.</u>	<u>TOTAL</u>
2025	5,751	1,688	2,002	2,242	3,354	2,914	3,333	2,920	2,774				26,978
2024	875	1,324	1,655	1,352	1,958	1,861	1,939	3,269	4,840	2,056	2,108	2,089	23,456
2023	910	922	1,489	1,307	1,982	1,544	1,558	1,209	1,167	1,212	1,195	1,239	15,080
2022	1,833	2,815	1,815	1,634	1,813	2,458	2,157	1,109	1,486	1,338	1,339	1,386	20,252
2021	638	548	909	904	2,151	1,979	2,379	1,859	2,050	2,182	1,949	2,032	19,407
2020	1,232	4,716	2,219	52	105	338	392	1,705	552	624	602	628	10,561
2019	996	1,659	1,698	1,548	1,865	1,727	2,065	2,556	1,540	1,958	1,703	1,874	21,189
2018	414	715	370	783	1,387	1,751	1,623	5,553	2,095	2,230	1,756	1,622	20,299
2017	720	1,344	731	756	761	852	793	746	3,874	946	1,229	1,207	13,959
2016	36	0	0	0	0	104	372	910	637	558	574	692	3,883
2015	528	107	4,550	531	122	88	77	79	61	3,574	592	80	10,389

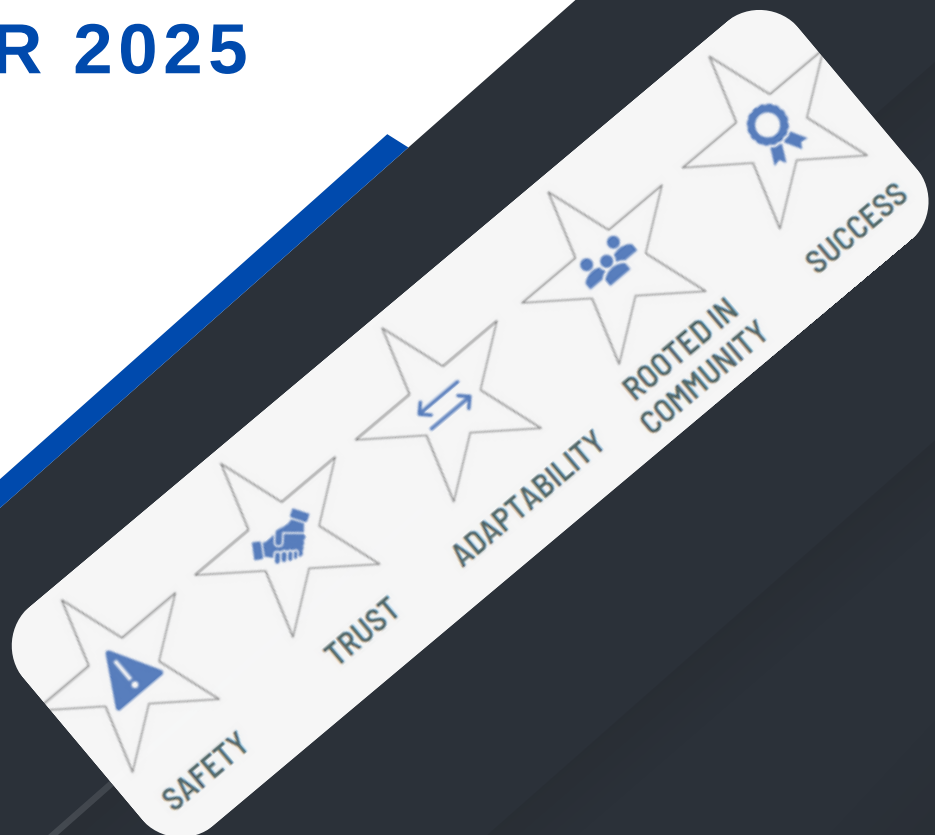


****Adjustment based on Nonscheduled/On-Demand Air Carrier Filings FAA Form 1800-31**



FINANCIAL STATEMENTS

SEPTEMBER 2025



Salina Airport Authority
Statement of Net Position Prev Year Comparison
As of September 30, 2025

10/10/2025

	Sep 30, 25	Aug 31, 25	\$ Change	Sep 30, 24	\$ Change	% Change
ASSETS						
Current Assets						
Checking/Savings						
Cash in Bank- KASDI Funds	1,025,091	1,043,930	-18,839	0	1,025,091	100%
Cash in Bank-Bond Funds	2,944,299	3,418,705	-474,406	1,407,937	1,536,362	109%
Cash in bank-Operating Funds	3,592,133	3,215,655	376,478	2,441,277	1,150,856	47%
Cash in Bank - AIM Center	1,375,399	1,384,500	-9,101	217,236	1,158,163	533%
Cash in Bank - Mill Levy	279,218	135,939	143,279	1,228,174	-948,956	-77%
Total Checking/Savings	9,216,140	9,198,729	17,411	5,294,624	3,921,516	74%
Accounts Receivable						
Accounts Receivable	171,993	75,830	96,163	300,055	-128,062	-43%
Total Accounts Receivable	171,993	75,830	96,163	300,055	-128,062	-43%
Other Current Assets						
Agri Land Receivable	0	58,500	-58,500	0	0	0%
Mill Levy receivable	24,682	262,434	-237,752	68,759	-44,077	-64%
Other current assets	1,062,658	1,081,407	-18,749	1,064,434	-1,776	-0%
Undeposited Funds	116	0	116	7,466	-7,350	-98%
Total Other Current Assets	1,087,456	1,402,341	-314,885	1,140,659	-53,203	-5%
Total Current Assets	10,475,589	10,676,900	-201,311	6,735,338	3,740,251	56%
Fixed Assets						
Fixed assets at cost	137,198,701	137,162,466	36,235	121,959,788	15,238,913	12%
Less accumulated depreciation	-63,373,636	-63,040,303	-333,333	-59,623,637	-3,749,999	-6%
Total Fixed Assets	73,825,065	74,122,163	-297,098	62,336,151	11,488,914	18%
Other Assets						
Deferred Outflow of Resources	860,369	860,369	0	982,048	-121,679	-12%
Other assets	4,527,169	4,527,169	0	4,527,169	0	0%
Total Other Assets	5,387,538	5,387,538	0	5,509,217	-121,679	-2%
TOTAL ASSETS	89,688,192	90,186,601	-498,409	74,580,706	15,107,486	20%
LIABILITIES & EQUITY						
Liabilities						
Current Liabilities						
Accounts Payable						
Accounts payable	1,493,677	1,786,201	-292,524	2,570,647	-1,076,970	-42%
Total Accounts Payable	1,493,677	1,786,201	-292,524	2,570,647	-1,076,970	-42%
Credit Cards						
Other Current Liabilities						
Accrued debt interest payable	1,362,818	1,144,902	217,916	257,709	1,105,109	429%
Debt, current portion	6,855,009	6,855,009	0	6,803,560	51,449	1%
Deferred Agri Land Revenue	0	19,500	-19,500	0	0	0%
Deferred Mill Levy revenue	837,618	1,116,824	-279,206	872,209	-34,591	-4%
Other current liabilities	311,719	359,467	-47,748	264,722	46,997	18%
Total Other Current Liabilities	9,367,164	9,495,702	-128,538	8,198,200	1,168,964	14%
Total Current Liabilities	10,860,841	11,287,082	-426,241	10,773,342	87,499	1%
Long Term Liabilities						
Debt - Long Term	43,451,602	43,451,602	0	36,487,717	6,963,885	19%
Deferred Inflows of Resources	4,968,503	4,991,003	-22,500	5,173,568	-205,065	-4%
Less current portion	-6,855,009	-6,855,009	0	-6,803,560	-51,449	-1%
Net OPEB Liability (KPERs)	13,282	13,282	0	9,618	3,664	38%
Net Pension Liability	961,197	961,197	0	961,197	0	0%
Security Deposits Returnable	169,767	170,342	-575	155,359	14,408	9%
Total Long Term Liabilities	42,709,342	42,732,417	-23,075	35,983,899	6,725,443	19%
Total Liabilities	53,570,183	54,019,499	-449,316	46,757,241	6,812,942	15%
Equity						
Invested in Capital Assets net	33,833,192	33,481,598	351,594	24,759,389	9,073,803	37%
Net assets, Designated	90,000	90,000	0	90,000	0	0%
Net assets, Unrestricted	-3,573,994	-3,222,400	-351,594	1,611,661	-5,185,655	-322%
Net Income	5,768,811	5,817,904	-49,093	1,362,414	4,406,397	323%
Total Equity	36,118,009	36,167,102	-49,093	27,823,464	8,294,545	30%
TOTAL LIABILITIES & EQUITY	89,688,192	90,186,601	-498,409	74,580,705	15,107,487	20%

Salina Airport Authority
Profit & Loss Budget Performance
September 2025

3:21 PM
10/10/2025
Accrual Basis

	Sep 25	Jan - Sep 25	YTD Budget	\$ Over Budget	% of Budget	Annual Budget
Ordinary Income/Expense						
Income						
Airfield revenue						
Fuel Flowage Fees	17,387	192,638	161,250	31,388	119%	215,000
Hangar rent	157,577	1,217,527	975,000	242,527	125%	1,300,000
Landing fees	2,780	43,895	30,000	13,895	146%	40,000
Ramp rent	6,640	59,760	57,375	2,385	104%	76,500
Total Airfield revenue	184,384	1,513,820	1,223,625	290,195	124%	1,631,500
Building and land rent						
Agri land rent	27,548	67,048	43,875	23,173	153%	58,500
Building rents - Long Term						
Short-term leasing	27,747	247,699	438,000	-190,301	57%	584,000
Building rents - Long Term - Other	96,066	877,266	657,000	220,266	134%	876,000
Total Building rents - Long Term	123,813	1,124,965	1,095,000	29,965	103%	1,460,000
Land rent						
Basic Land Rent	13,681	104,125	103,725	400	100%	138,300
Property tax - tenant share	10,975	98,775	98,775	0	100%	131,700
Total Land rent	24,656	202,900	202,500	400	100%	270,000
Tank rent	6,594	59,346	58,500	846	101%	78,000
Total Building and land rent	182,611	1,454,259	1,399,875	54,384	104%	1,866,500
Other revenue						
Airport Marketing	0	20,000	15,000	5,000	133%	20,000
Commissions	4,354	28,854	24,000	4,854	120%	32,000
Other income	7,600	78,550	75,000	3,550	105%	100,000
Total Other revenue	11,954	127,404	114,000	13,404	112%	152,000
Total Income	378,949	3,095,483	2,737,500	357,983	113%	3,650,000
Gross Income	378,949	3,095,483	2,737,500	357,983	113%	3,650,000
Expense						
Administrative expenses						
A/E, consultants, brokers	2,226	57,882	64,875	-6,993	89%	86,500
Airport promotion	32,131	224,276	192,600	31,676	116%	256,800
Bad Debt Expense	0	0	3,750	-3,750	0%	5,000
Computer/Network Admin.	4,922	47,556	52,500	-4,944	91%	70,000
Dues and subscriptions	846	14,331	26,250	-11,919	55%	35,000
Employee retirement	8,248	83,489	90,000	-6,511	93%	120,000
FICA and medicare tax expense	5,702	58,116	65,250	-7,134	89%	87,000
Industrial development	4,792	43,125	48,750	-5,625	88%	65,000
Insurance , property	31,250	281,250	281,250	0	100%	375,000
Insurance, medical	46,068	199,099	206,250	-7,151	97%	275,000
Kansas unemployment tax	0	489	750	-261	65%	1,000
Legal and accounting	24,400	72,185	52,500	19,685	137%	70,000
Office salaries	40,270	417,862	513,750	-95,888	81%	685,000
Office Supplies	1,388	5,545	7,500	-1,955	74%	10,000
Other administrative expense	1,889	26,042	11,250	14,792	231%	15,000
Postage	0	1,015	1,125	-110	90%	1,500
Property tax expense	12,083	111,667	135,000	-23,333	83%	180,000
Special Events	-228	3,959	7,500	-3,541	53%	10,000
Telephone	1,797	15,363	15,000	363	102%	20,000
Training	693	5,608	7,500	-1,892	75%	10,000
Travel and meetings	2,525	20,380	11,250	9,130	181%	15,000
Total Administrative expenses	221,002	1,689,239	1,794,600	-105,361	94%	2,392,800

	Sep 25	Jan - Sep 25	YTD Budget	\$ Over Budget	% of Budget	Annual Budget
Maintenance expenses						
Airfield maintenance	6,837	66,943	48,750	18,193	137%	65,000
Airport Security	0	8,563	2,250	6,313	381%	3,000
Building maintenance	7,513	158,192	180,000	-21,808	88%	240,000
Equipment fuel and repairs	12,630	99,602	82,500	17,102	121%	110,000
Fire Services	0	0	15,431	-15,431	0%	20,575
Grounds maintenance	0	3,976	5,625	-1,649	71%	7,500
Maintenance salaries	35,355	351,335	345,000	6,335	102%	460,000
Other maintenance expenses	1,416	22,111	17,250	4,861	128%	23,000
Snow removal expense	0	75,596	60,000	15,596	126%	75,000
Utilities	19,018	180,933	187,500	-6,567	96%	250,000
Total Maintenance expenses	82,769	967,251	944,306	22,945	102%	1,254,075
Total Expense	303,771	2,656,490	2,738,906	-82,416	97%	3,646,875
Net Ordinary Income	75,178	438,993	-1,406	440,399	-31,223%	3,125
Other Income/Expense						
Other Income						
AIM Center Tuition	406	2,106	8,900	-6,794	24%	10,000
Capital contributed						
AIM Center - ALOFT Grant	0	1,662,500	1,662,500	0	100%	1,662,500
Air Service Grants	0	1,133,332	1,133,332	0	100%	1,133,332
Capital contributed - Other	124,545	4,406,454	10,986,667	-6,580,213	40%	15,481,667
Total Capital contributed	124,545	7,202,286	13,782,499	-6,580,213	52%	18,277,499
Gain on sale of assets	0	1,075,547	450,000	625,547	239%	450,000
Interest income						
Interest income on deposits	22,291	207,195	150,000	57,195	138%	200,000
Leases	22,500	202,500	202,500	0	100%	270,000
Total Interest income	44,791	409,695	352,500	57,195	116%	470,000
Mill levy income	279,206	2,512,855	2,512,855	0	100%	3,350,473
Total Other Income	448,948	11,202,489	17,106,754	-5,904,265	65%	22,557,972
Other Expense						
AIM Center Expenses						
Building Maintenance	185	4,188	4,500	-312	93%	6,000
Consultants	0	2,027	9,000	-6,973	23%	12,000
Equipment, Fuel & Repairs	588	3,487	4,500	-1,013	77%	6,000
Events	125	1,978	4,500	-2,522	44%	6,000
Instructors / Vendor 3rd Party	13,600	84,926	106,497	-21,571	80%	141,996
Marketing/Communication	5,578	67,779	75,000	-7,221	90%	100,000
Other	0	0	4,500	-4,500	0%	6,000
Supplies	0	55	45,000	-44,945	0%	60,000
Technology	1,750	5,307	4,500	807	118%	6,000
Travel & Meetings	0	0	4,500	-4,500	0%	6,000
Total AIM Center Expenses	21,826	169,747	262,497	-92,750	65%	349,996
Debt interest expense net						
Bond issue cost	142	73,840	210,000	-136,160	35%	210,000
Interest Expense on Debt	217,917	1,961,250	1,961,250	0	100%	2,615,000
Total Debt interest expense net	218,059	2,035,090	2,171,250	-136,160	94%	2,825,000
Depreciation expense	333,333	2,999,999	3,000,001	-2	100%	4,000,000
SkyWest MRG	0	583,835	950,000	-366,165	61%	1,000,000
SkyWest Overnight Flight	0	84,000	90,000	-6,000	93%	90,000
Total Other Expense	573,218	5,872,671	6,473,748	-601,077	91%	8,264,996
Net Other Income	-124,270	5,329,818	10,633,006	-5,303,188	50%	14,292,976
Net Income	-49,092	5,768,811	10,631,600	-4,862,789	54%	14,296,101

Salina Airport Authority
Profit & Loss Prev Year Comparison
January through September 2025

3:22 PM
10/10/2025
Accrual Basis

	Jan - Sep 25	Jan - Sep 24	\$ Change	% Change
Ordinary Income/Expense				
Income				
Airfield revenue				
Fuel Flowage Fees	192,638	159,560	33,078	21%
Hangar rent	1,217,527	919,644	297,883	32%
Landing fees	43,895	48,013	-4,118	-9%
Ramp rent	59,760	58,840	920	2%
Total Airfield revenue	1,513,820	1,186,057	327,763	28%
Building and land rent				
Agri land rent	67,048	67,496	-448	-1%
Building rents - Long Term				
Short-term leasing	247,699	238,230	9,469	4%
Building rents - Long Term - Other	877,266	846,395	30,871	4%
Total Building rents - Long Term	1,124,965	1,084,625	40,340	4%
Land rent				
Basic Land Rent	104,125	101,210	2,915	3%
Property tax - tenant share	98,775	98,775	0	0%
Total Land rent	202,900	199,985	2,915	1%
Tank rent	59,346	11,754	47,592	405%
Total Building and land rent	1,454,259	1,363,860	90,399	7%
Other revenue				
Airport Marketing	20,000	20,000	0	0%
ARFF Training	0	0	0	0%
Commissions	28,854	23,266	5,588	24%
Other income	78,550	82,698	-4,148	-5%
Total Other revenue	127,404	125,964	1,440	1%
Returned Check Charges	0	0	0	0%
Uncategorized Income	0	0	0	0%
Total Income	3,095,483	2,675,881	419,602	16%
Gross Income	3,095,483	2,675,881	419,602	16%
Expense				
Administrative expenses				
A/E, consultants, brokers	57,882	77,165	-19,283	-25%
Airport promotion				
Air Serv. Mktg - SAA	210,012	176,701	33,311	19%
Air Serv. Mktg - SkyWest	270	0	270	100%
Airport promotion - Other	13,995	4,956	9,039	182%
Total Airport promotion	224,277	181,657	42,620	23%
Computer/Network Admin.	47,556	40,983	6,573	16%
Dues and subscriptions	14,331	17,467	-3,136	-18%
Employee retirement	83,489	91,528	-8,039	-9%
FICA and medicare tax expense	58,116	66,987	-8,871	-13%
Industrial development	43,125	43,125	0	0%
Insurance , property	281,250	169,517	111,733	66%
Insurance, medical	199,099	166,790	32,309	19%
Kansas unemployment tax	489	876	-387	-44%
Legal and accounting	72,185	38,944	33,241	85%
Office salaries	417,862	529,527	-111,665	-21%
Office Supplies	5,545	7,668	-2,123	-28%
Other administrative expense				
Merchant Processing Fees	16,957	11,445	5,512	48%
Other administrative expense - Other	9,085	3,032	6,053	200%
Total Other administrative expense	26,042	14,477	11,565	80%
Payroll expenses	0	0	0	0%
Postage	1,015	892	123	14%
Property tax expense	111,667	108,750	2,917	3%
Special Events	3,959	12,937	-8,978	-69%
Telephone	15,363	15,405	-42	-0%
Training	5,608	3,601	2,007	56%
Travel and meetings	20,380	11,000	9,380	85%
Total Administrative expenses	1,689,240	1,599,296	89,944	6%

	Jan - Sep 25	Jan - Sep 24	\$ Change	% Change
Maintenance expenses				
Airfield maintenance	66,943	64,121	2,822	4%
Airport Security	8,563	1,446	7,117	492%
Building maintenance	158,192	201,702	-43,510	-22%
Equipment fuel and repairs	99,602	91,905	7,697	8%
Fire Services	0	17,978	-17,978	-100%
Grounds maintenance	3,976	4,606	-630	-14%
Maintenance salaries	351,335	350,602	733	0%
Other maintenance expenses	22,111	15,761	6,350	40%
Snow removal expense	75,596	3,151	72,445	2,299%
Utilities	180,933	186,076	-5,143	-3%
Total Maintenance expenses	967,251	937,348	29,903	3%
Uncategorized Expenses	0	0	0	0%
Total Expense	2,656,491	2,536,644	119,847	5%
Net Ordinary Income	438,992	139,237	299,755	215%
Other Income/Expense				
Other Income				
AIM Center Tuition	2,106	3,000	-894	-30%
Capital contributed				
AIM Center - ALOFT Grant	1,662,500	0	1,662,500	100%
Air Service Grants	1,133,332	566,665	566,667	100%
Capital contributed - Other	4,406,454	1,456,096	2,950,358	203%
Total Capital contributed	7,202,286	2,022,761	5,179,525	256%
Gain on sale of assets	1,075,547	479,230	596,317	124%
Interest income				
Int. Income -2023 Bond Proceeds	0	225,786	-225,786	-100%
Interest income on deposits	207,195	140,813	66,382	47%
Leases	202,500	0	202,500	100%
Total Interest income	409,695	366,599	43,096	12%
Mill levy income	2,512,855	2,617,029	-104,174	-4%
Total Other Income	11,202,489	5,488,619	5,713,870	104%
Other Expense				
AIM Center Expenses				
Building Maintenance	4,188	11,931	-7,743	-65%
Consultants	2,027	26,235	-24,208	-92%
Equipment, Fuel & Repairs	3,487	16,645	-13,158	-79%
Events	1,978	11,791	-9,813	-83%
Instructors / Vendor 3rd Party	84,926	77,011	7,915	10%
Marketing/Communication	67,779	60,740	7,039	12%
Other	0	2,908	-2,908	-100%
Supplies	55	36,827	-36,772	-100%
Technology	5,307	68,394	-63,087	-92%
Total AIM Center Expenses	169,747	312,482	-142,735	-46%
Debt interest expense net				
Bond issue cost	73,840	1,238	72,602	5,864%
Interest Expense on Debt	1,961,250	1,078,722	882,528	82%
Total Debt interest expense net	2,035,090	1,079,960	955,130	88%
Depreciation expense	2,999,999	2,330,000	669,999	29%
SkyWest MRG	583,835	0	583,835	100%
SkyWest Overnight Flight	84,000	543,000	-459,000	-85%
Total Other Expense	5,872,671	4,265,442	1,607,229	38%
Net Other Income	5,329,818	1,223,177	4,106,641	336%
Net Income	5,768,810	1,362,414	4,406,396	323%

Salina Airport Authority
Capital Additions Budget vs. Actual
As of September 30, 2025

3:40 PM
10/10/2025
Accrual Basis

	Sept 25	Jan - Sep 25	Annual Budget	+/- Annual Budget	% of AnnualBudget
ASSETS					
Fixed Assets					
Fixed assets at cost					
Airfield					
AIP-48 Rwy 12/30 Rehab Design		7,330	7,500	-170	98%
AIP-49 Fuel Farm Construction		635,345	790,000	-154,655	80%
AIP-50-51 SRE Equip A/E & Acq.		4,338	1,311,612	-1,307,274	0%
AIP-54 Term. Parking Lot Design		247,801	256,095	-8,294	97%
AIP-55 Term. Bldg. A/E and Cnst					
Waterline Relocation		182,470	180,000	2,470	101%
AIP-55 Term. Bldg. A/E and Cnst - Other	4,140	2,560,417	8,120,000	-5,559,583	32%
Total AIP-55 Term. Bldg. A/E and Cnst	4,140	2,742,887	8,300,000	-5,557,113	33%
AIP-XX AFFF to F3 Transition		0	50,000	-50,000	0%
AIP 52-53 Rwy 12-30 Const.		2,075,201	5,846,917	-3,771,716	35%
AIP 56 Term. Bldg. Pk Lot Const	150	2,950	2,715,000	-2,712,050	0%
Airfield Improvements		33,924	100,000	-66,076	34%
Airfield Security		0	35,000	-35,000	0%
Fuel Farm Construction-Non Fed		115,983	1,100,000	-984,017	11%
North Ramp Development	14,695	2,369,799	4,000,000	-1,630,201	59%
Total Airfield	18,985	8,235,558	24,512,124	-16,276,566	34%
Buildings & Improvements					
Bldg. 120 Terminal building					
Concourse Imps.		0	30,000	-30,000	0%
Total Bldg. 120 Terminal building	0	0	30,000	-30,000	0%
Building improvements					
Bldg. #1021 Facility Imps.		10,016	65,000	-54,984	15%
Bldg. 394 Imps.		21,858	47,000	-25,142	47%
Bldg. Imps. Other		55,134	45,000	10,134	123%
Hangar #509 Imps.		43,258	50,000	-6,742	87%
Hangar 125 (Acquisition)		444,277	460,000	-15,723	97%
Hangar 600 Improvements		0	15,000	-15,000	0%
Hangar 606 Rehabilitation		101,485	95,905	5,580	106%
Hangar 626 Rehabilitation		183,196	20,000	163,196	916%
Total Building improvements	0	859,224	797,905	61,319	108%
FBO Improvements					
Bldg. 700 Imps. Avflight North		46,446	50,000	-3,554	93%
Total FBO Improvements	0	46,446	50,000	-3,554	93%
Total Buildings & Improvements	0	905,670	877,905	27,765	103%
Equipment					
Airfield Equipment		0	15,000	-15,000	0%
ARFF equipment	2,317	2,317	5,000	-2,683	46%
Communications equipment		0	15,000	-15,000	0%
Computer equipment	3,871	34,669	50,000	-15,331	69%
Industrial center equipment		0	10,000	-10,000	0%
Office equipment		0	5,000	-5,000	0%
Other Equipment		303,536	1,250,000	-946,464	24%
Shop equipment	11,061	15,707	25,000	-9,293	63%
Terminal bldg equipment		0	10,000	-10,000	0%
Vehicles		0	30,000	-30,000	0%
Total Equipment	17,249	356,229	1,415,000	-1,058,771	25%
Land					
Airport Indust. Cent. Imps.					
AIC-Project 80		3,478,750	5,600,000	-2,121,250	62%
Airport Indust. Cent. Imps. - Other		8,280	15,000	-6,720	55%
Total Airport Indust. Cent. Imps.	0	3,487,030	5,615,000	-2,127,970	62%
Rail Spur Imps.	0	0	15,000	-15,000	0%
Total Land	0	3,487,030	5,630,000	-2,142,970	62%
Total Fixed assets at cost	36,235	12,984,487	32,435,029	-19,450,542	40%

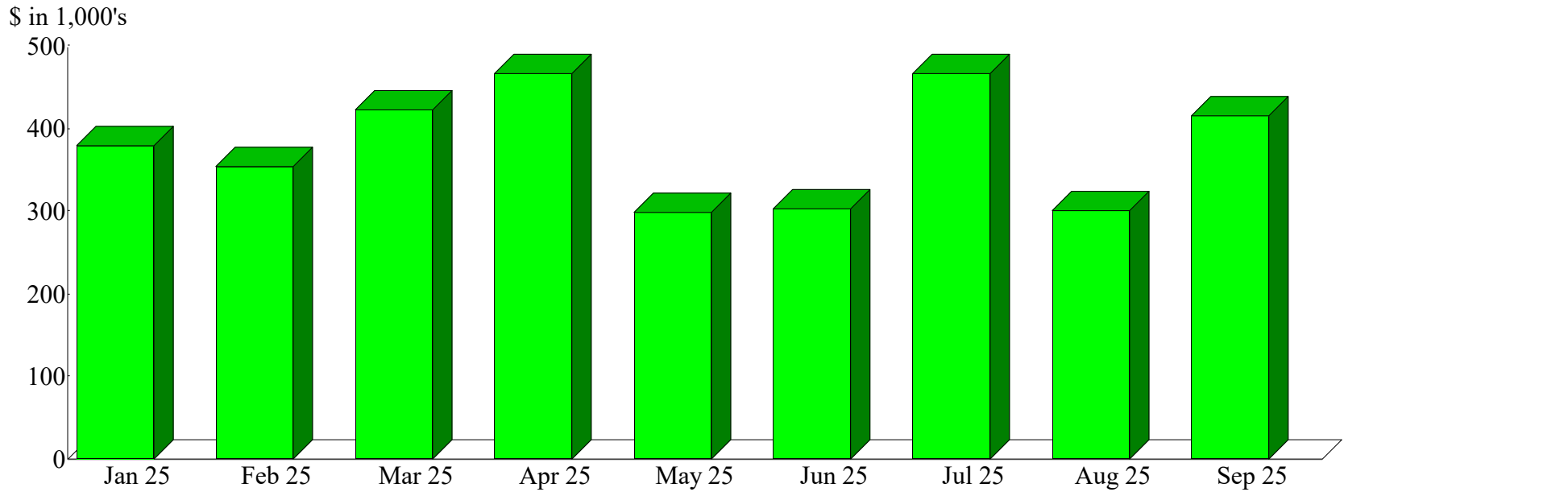
Salina Airport Authority

Significant Capital Expenditures Detail

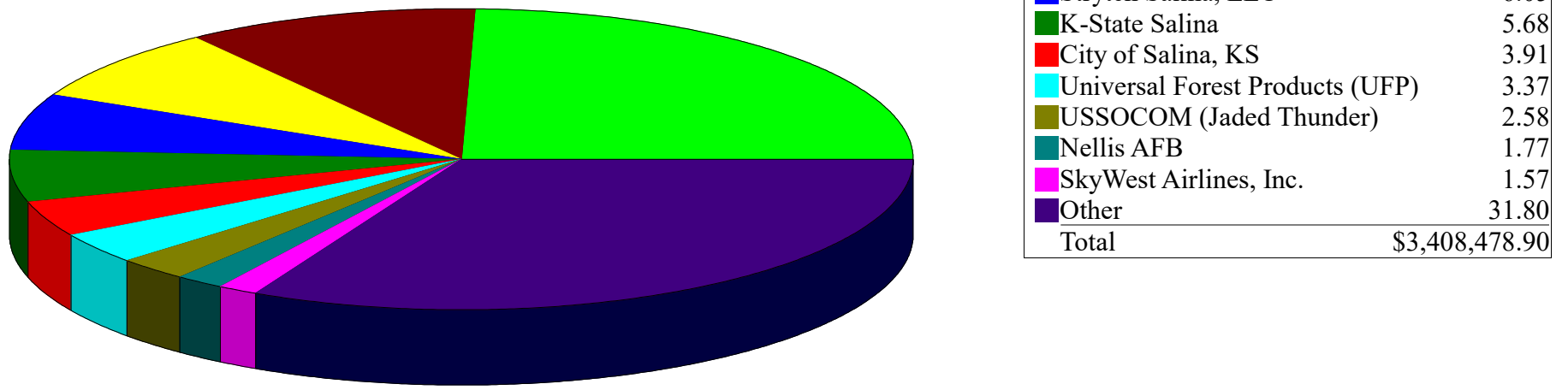
September 2025

Type	Date	Name	Memo	Amount	Balance
Fixed assets at cost					
Airfield					
AIP-55 Term. Bldg. A/E and Cnst					
Bill	09/22/2025	Kansas Gas Service	Terminal building expansion - gas meter replacement	4,140.47	4,140.47
		Total AIP-55 Term. Bldg. A/E and Cnst		4,140.47	4,140.47
AIP 56 Term. Bldg. Pk Lot Const					
Bill	09/30/2025	Clark, Mize & Linville	AIP - 2025 Sept	150.00	150.00
		Total AIP 56 Term. Bldg. Pk Lot Const		150.00	150.00
North Ramp Development					
Bill	09/19/2025	Poole Fire Protection, Inc.	PF250272.01 Progress - Professional Services for SLN Paint Hangar ...	7,715.00	7,715.00
Bill	09/30/2025	Poole Fire Protection, Inc.	PF250272.01 Progress - Professional Services for SLN Paint Hangar ...	6,980.00	14,695.00
		Total North Ramp Development		14,695.00	14,695.00
		Total Airfield		18,985.47	18,985.47
Equipment					
ARFF equipment					
Bill	09/22/2025	Hometown Outdoor Power Inc.	TS 910i Cutoff Machine per quote # 12086, Partner Saw for ARFF #1 (...)	2,317.49	2,317.49
		Total ARFF equipment		2,317.49	2,317.49
Computer equipment					
Bill	09/05/2025	Nex-Tech Communications, LLC	ARFF Station Computers, (2) Lenovo ThinkCentre, installed	3,814.00	3,814.00
Bill	09/05/2025	Nex-Tech Communications, LLC	Tech fee	57.21	3,871.21
		Total Computer equipment		3,871.21	3,871.21
Shop equipment					
Bill	09/03/2025	New Deal Deicing	BM-800E Brine Maker	11,060.75	11,060.75
		Total Shop equipment		11,060.75	11,060.75
		Total Equipment		17,249.45	17,249.45
		Total Fixed assets at cost		36,234.92	36,234.92
Less accumulated depreciation					
General Journal	09/30/2025		recur	-200,000.00	-200,000.00
General Journal	09/30/2025		recur	-133,333.30	-333,333.30
		Total Less accumulated depreciation		-333,333.30	-333,333.30
TOTAL				-297,098.38	-297,098.38

Sales by Month
January through September 2025

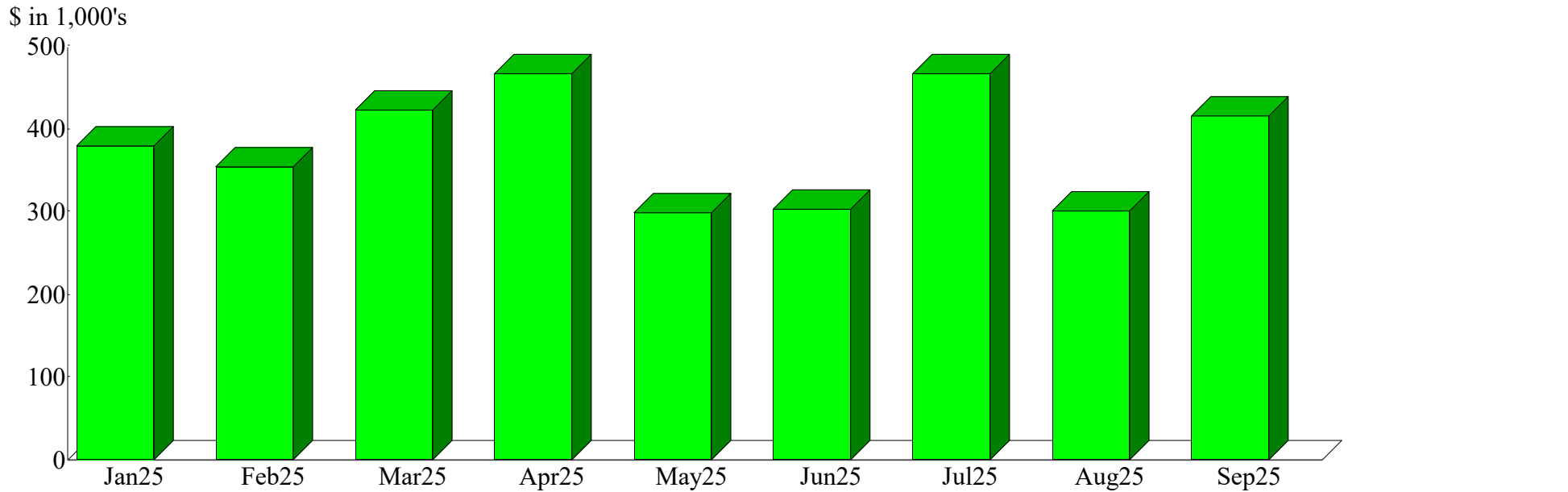


Sales Summary
January through September 2025

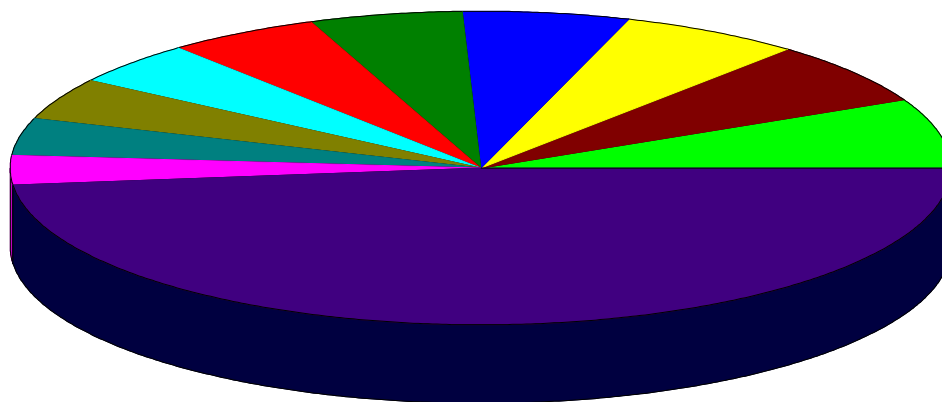


By Customer

Sales by Month
January through September 2025



Sales Summary
January through September 2025



H-00959-1 (Hangar Facility H959 - 2044 S	7.23%
H-0626-1 (Hangar 626 Rental, 2625 Arnold	6.57
H-0606-3 (Hangar 606, 2630 Arnold Court	6.28
B-01021 (Building #1021 located at 3600	5.78
B-00655-3 (Bldg. #655 (96,611 SF) - 2656	5.37
FFF-Avflight Salina (Fuel Flowage Fee @	5.28
Insurance(CP) (Insurance Reimbursement)	4.58
H-0600-4 (Hangar 600 - 2720 Arnold Court	4.44
Air Service Grant (Air Service Grant)	3.91
B-00620-1 (Building #620 (30,000 SF) an	3.09
Other	47.47
Total	\$3,408,478.90

By Item

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10/10/25

Accrual Basis

Salina Airport Authority
Distributions from the Bond Project Funds
As of September 30, 2025

Type	Date	Name	Memo	Debit	Credit	Balance
Cash in Bank-Bond Funds						3,418,704.76
BSB - Series 2025-2 (2812)						353,940.06
Capitalized Interest						80,311.60
Total Capitalized Interest						80,311.60
Cost of Issuance						6,876.63
Total Cost of Issuance						6,876.63
Project Fund - MRO						262,202.64
Bill Pmt -Check	09/30/2025	Poole Fire Protection, Inc.	SN Paint Hangar Expansion - Professional services 8.16.25 - 9.19.25		7,715.00	254,487.64
Total Project Fund - MRO				0.00	7,715.00	254,487.64
BSB - Series 2025-2 (2812) - Other						4,549.19
Deposit	09/30/2025		Interest	320.00		4,869.19
Total BSB - Series 2025-2 (2812) - Other				320.00	0.00	4,869.19
Total BSB - Series 2025-2 (2812)				320.00	7,715.00	346,545.06
Equity- 2023 GO Bond (8824)						507,056.90
Bill Pmt -Check	09/15/2025	Salina Steel Supply, Inc.	Fuel Farm - iron to fabricate racks		433.10	506,623.80
Bill Pmt -Check	09/15/2025	Dragun Corp	UT Closure - Progress Payment July 2025		5,377.25	501,246.55
Bill Pmt -Check	09/24/2025	Dragun Corp	UT Closure - Progress Payment Aug 3 - Aug 31, 2025		2,149.68	499,096.87
Deposit	09/30/2025		Interest	1,600.48		500,697.35
Total Equity- 2023 GO Bond (8824)				1,600.48	7,960.03	500,697.35
SFB - Series 2025-1 (7766)						2,557,707.80
Capitalized Interest						196,980.00
Transfer	09/25/2025		Funds Transfer - GO Bond 9-1-2025 Interest Payment 2025-1		91,140.00	105,840.00
Transfer	09/25/2025		Funds Transfer 9-1-2025 GO Bond Temp Note Payments 2025-1 series		37,159.10	68,680.90
Total Capitalized Interest				0.00	128,299.10	68,680.90
Cost of Issuance						5,945.47
Total Cost of Issuance						5,945.47
Project Fund - Hangar 125						6,002.04
Total Project Fund - Hangar 125						6,002.04
Project Fund - Project 80						2,289,910.58
Bill Pmt -Check	09/15/2025	Wilson & Company, Inc.	Project 80 - Professional Services 7/12/25 - 8/8/25		3,857.55	2,286,053.03
Bill Pmt -Check	09/24/2025	Ebert Construction Co., Inc.	Project 80 - Estimate #9		332,872.46	1,953,180.57
Bill Pmt -Check	09/30/2025	Wilson & Company, Inc.	Project 80 - Professional Services 8.9.25 - 9.5.25		2,314.53	1,950,866.04
Total Project Fund - Project 80				0.00	339,044.54	1,950,866.04
SFB - Series 2025-1 (7766) - Other						58,869.71
Deposit	09/30/2025		Interest	6,692.79		65,562.50
Total SFB - Series 2025-1 (7766) - Other				6,692.79	0.00	65,562.50
Total SFB - Series 2025-1 (7766)				6,692.79	467,343.64	2,097,056.95
Total Cash in Bank-Bond Funds				8,613.27	483,018.67	2,944,299.36
TOTAL				8,613.27	483,018.67	2,944,299.36



Rating Action: Moody's Ratings assigns Aa3 to Salina Airport Authority, KS' GO bonds

07 Oct 2025

New York, October 07, 2025 -- Moody's Ratings (Moody's) has assigned a Aa3 rating to Salina Airport Authority, KS' proposed \$5.6 million Taxable General Obligation Bonds, Series 2025-A. We maintain the Aa3 rating on the outstanding general obligation unlimited tax (GOULT) debt. The district's authority's outstanding GOULT debt will total about \$48.9 million post-sale.

RATINGS RATIONALE

The Aa3 rating reflects a moderately sized and growing tax base that is coterminous with the City of Salina and the airport's regional significance as a refueling stop due to its location in the middle of the country and its long runway. Though resident income levels are below average, the cost of living is also low. Industrial and warehousing development remains strong and some of the authority's top customers are expanding. This will provide additional operating revenue that will help the authority maintain a stable financial position. The financial position improved in fiscal 2023 and fiscal 2024 unaudited results are positive. Upon approval of the city council, the authority can levy 3 mills for operations, which has never been accessed, but the flexibility is a strength. Despite some future debt plans, leverage will remain manageable.

RATING OUTLOOK

We do not assign outlooks to local government issuers with this amount of debt outstanding.

FACTORS THAT COULD LEAD TO AN UPGRADE OF THE RATING

- Significant economic and tax base growth
- Significant growth in unrestricted fund balance and liquidity

FACTORS THAT COULD LEAD TO A DOWNGRADE OF THE RATING

- Contraction in the economy and tax base
- Decreasing liquidity that puts the authority out of compliance with its policy
- Significant increase in leverage

PROFILE

The Salina Airport Authority was created for the purpose of accepting as surplus property portions of the former Schilling Air Force Base, which was closed by the United States Department of Defense in 1965. The authority operates and develops the Salina Regional Airport and the Salina Airport Industrial Center. The authority is coterminous with the City of Salina, the county seat of Saline County. The city is the seventh largest city in Kansas, with an estimated population of over 46,000.

METHODOLOGY

The principal methodology used in this rating was US Special Purpose District General Obligation Debt published in February 2025 and available at <https://ratings.moody.com/rmc-documents/437940>. Alternatively, please see the Rating Methodologies page on <https://ratings.moody.com> for a copy of this methodology.

REGULATORY DISCLOSURES

For further specification of Moody's key rating assumptions and sensitivity analysis, see the sections Methodology Assumptions and Sensitivity to Assumptions in the disclosure form. Moody's Rating Symbols and Definitions can be found on <https://ratings.moodys.com/rating-definitions>.

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For ratings issued on a program, series, category/class of debt or security, certain regulatory disclosures applicable to each rating of a subsequently issued bond or note of the same series, category/class of debt, or security, or pursuant to a program for which the ratings are derived exclusively from existing ratings, in accordance with Moody's rating practices, can be found in the most recent Credit Rating Announcement related to the same class of Credit Rating.

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Moody's does not always publish a separate Credit Rating Announcement for each Credit Rating assigned in the Anticipated Ratings Process or Subsequent Ratings Process.

Regulatory disclosures contained in this press release apply to the credit rating and, if applicable, the related rating outlook or rating review.

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RESOLUTION NO. 25-11

OF

THE SALINA AIRPORT AUTHORITY (SALINA, KANSAS)

ADOPTED

OCTOBER 15, 2025

**TAXABLE GENERAL OBLIGATION BONDS
SERIES 2025-A**

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RESOLUTION NO. 25-11

A RESOLUTION AUTHORIZING AND DIRECTING THE ISSUANCE, SALE AND DELIVERY OF TAXABLE GENERAL OBLIGATION BONDS, SERIES 2025-A, OF THE SALINA AIRPORT AUTHORITY (SALINA, KANSAS); PROVIDING FOR THE LEVY AND COLLECTION OF AN ANNUAL TAX FOR THE PURPOSE OF PAYING THE PRINCIPAL OF AND INTEREST ON SAID BONDS AS THEY BECOME DUE; MAKING CERTAIN COVENANTS AND AGREEMENTS TO PROVIDE FOR THE PAYMENT AND SECURITY THEREOF; AND AUTHORIZING CERTAIN OTHER DOCUMENTS AND ACTIONS CONNECTED THEREWITH.

WHEREAS, the Salina Airport Authority (Salina, Kansas) (the “Issuer”) is a legally constituted public airport authority, duly created, organized and existing under the Constitution and laws of the State; including specifically K.S.A. 27-315 to 27-236 *et seq.*; and

WHEREAS, by proceedings duly had, the board of directors of the Issuer (the “Governing Body”) has caused the following improvements (the “Improvements”) to be made, to-wit:

<u>Project Description</u>	<u>Resolution No.</u>	<u>Authority (K.S.A.)</u>	<u>Amount</u>
Fuel Facility Project	23-12	K.S.A. 27-315 to 27-326 inclusive	\$5,000,000*

*exclusive of costs of issuance and interim financing costs

WHEREAS, the Issuer desires to issue its general obligation bonds in order to permanently finance the costs of such Improvements and to retire the following temporary notes of the Issuer, which were issued to temporarily finance a portion of the costs of the Improvements (the “Refunded Notes”):

<u>Series</u>	<u>Dated Date</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Redemption Amount</u>	<u>Redemption Date</u>
2023-1	12/06/2023	12/01/2025	\$5,000,000	\$5,000,000	11/06/2025

WHEREAS, the Governing Body is authorized by law to issue the general obligation bonds of the Issuer to pay a portion of the costs of the Improvements; and

WHEREAS, the Governing Body has advertised the sale of the Bonds in accordance with the law and at a meeting held in the Authority on this date, awarded the sale of such Bonds to the lowest bidder; and

WHEREAS, the Governing Body hereby finds and determines that it is necessary for the Issuer to authorize the issuance and delivery of the Bonds in the principal amount of \$[5,625,000]* to pay a portion of the costs of the Improvements, including retiring the Refunded Notes, and pay Costs of Issuance.

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

ARTICLE I

DEFINITIONS

Section 101. Definitions of Words and Terms. In addition to words and terms defined elsewhere herein, the following words and terms as used in this Bond Resolution shall have the meanings hereinafter set forth. Unless the context shall otherwise indicate, words importing the singular number shall include the plural and vice versa, and words importing persons shall include firms, associations and corporations, including public bodies, as well as natural persons.

“Act” means the Constitution and statutes of the State including K.S.A. 10-101 to 10-125, inclusive, and K.S.A. 27-315 to 27-326, inclusive, all as amended and supplemented from time to time.

“Authority” means the Salina Airport Authority (Salina, Kansas).

“Authorized Denomination” means \$5,000 or any integral multiples thereof.

“Beneficial Owner” of the Bonds includes any Owner of the Bonds and any other Person who, directly or indirectly has the investment power with respect to such Bonds.

“Board Clerk” means the duly appointed and/or elected Board Clerk or, in the Board Clerk's absence, the duly appointed Deputy Board Clerk or Acting Board Clerk of the Issuer.

“Bond and Interest Fund” means the Bond and Interest Fund of the Issuer for its general obligation bonds.

“Bond Counsel” means the firm of Gilmore & Bell, P.C., or any other attorney or firm of attorneys whose expertise in matters relating to the issuance of obligations by states and their political subdivisions is nationally recognized and acceptable to the Issuer.

“Bond Payment Date” means any date on which principal of or interest on any Bond is payable.

“Bond Register” means the books for the registration, transfer and exchange of Bonds kept at the office of the Bond Registrar.

“Bond Registrar” means the State Treasurer and any successors and assigns.

“Bond Resolution” means this resolution relating to the Bonds.

“Bonds” or **“Bond”** means the Taxable General Obligation Bonds, Series 2025-A, authorized and issued by the Issuer pursuant to this Bond Resolution.

“Business Day” means a day other than a Saturday, Sunday or any day designated as a holiday by the Congress of the United States or by the Legislature of the State and on which the Paying Agent is scheduled in the normal course of its operations to be open to the public for conduct of its operations.

“Cede & Co.” means Cede & Co., as nominee of DTC and any successor nominee of DTC.

“Chair” means the duly elected and acting Chair, or in the Chair's absence, the duly appointed and/or elected Vice Chair or Acting Chair of the Issuer.

“Code” means the Internal Revenue Code of 1986, as amended, and the applicable regulations promulgated thereunder by the United States Department of the Treasury.

“Costs of Issuance” means all costs of issuing the Bonds, including but not limited to all publication, printing, signing and mailing expenses in connection therewith, registration fees, financial advisory fees, all legal fees and expenses of Bond Counsel and other legal counsel, all expenses incurred in connection with receiving ratings on the Bonds, and any premiums or expenses incurred in obtaining municipal bond insurance on the Bonds.

“Costs of Issuance Account” means the Costs of Issuance Account for Taxable General Obligation Bonds, Series 2025-A created pursuant to **Section 501** hereof.

“Dated Date” means November 5, 2025.

“Debt Service Account” means the Debt Service Account for Taxable General Obligation Bonds, Series 2025-A created within the Bond and Interest Fund pursuant to **Section 501** hereof.

“Debt Service Requirements” means the aggregate principal payments (whether at maturity or pursuant to scheduled mandatory sinking fund redemption requirements) and interest payments on the Bonds for the period of time for which calculated; provided, however, that for purposes of calculating such amount, principal and interest shall be excluded from the determination of Debt Service Requirements to the extent that such principal or interest is payable from amounts deposited in trust, escrowed or otherwise set aside for the payment thereof with the Paying Agent or other commercial bank or trust company located in the State and having full trust powers.

“Defaulted Interest” means interest on any Bond which is payable but not paid on any Interest Payment Date.

“Defeasance Obligations” means any of the following obligations:

(a) United States Government Obligations that are not subject to redemption in advance of their maturity dates; or

(b) obligations of any state or political subdivision of any state, the interest on which is excluded from gross income for federal income tax purposes and which meet the following conditions:

(1) the obligations are (i) not subject to redemption prior to maturity or (ii) the trustee for such obligations has been given irrevocable instructions concerning their calling and redemption and the issuer of such obligations has covenanted not to redeem such obligations other than as set forth in such instructions;

(2) the obligations are secured by cash or United States Government Obligations that may be applied only to principal of, premium, if any, and interest payments on such obligations;

(3) such cash and the principal of and interest on such United States Government Obligations (plus any cash in the escrow fund) are sufficient to meet the liabilities of the obligations;

(4) such cash and United States Government Obligations serving as security for the obligations are held in an escrow fund by an escrow agent or a trustee irrevocably in trust;

(5) such cash and United States Government Obligations are not available to satisfy any other claims, including those against the trustee or escrow agent; and

(6) such obligations are rated in a rating category by Moody's or Standard & Poor's that is no lower than the rating category then assigned by that Rating Agency to United States Government Obligations.

“Derivative” means any investment instrument whose market price is derived from the fluctuating value of an underlying asset, index, currency, futures contract, including futures, options and collateralized mortgage obligations.

“Disclosure Undertaking” means the Continuing Disclosure Undertaking, dated as of the Dated Date, relating to certain obligations contained in the SEC Rule.

“DTC” means The Depository Trust Company, a limited-purpose trust company organized under the laws of the State of New York, and its successors and assigns, including any successor securities depository duly appointed.

“DTC Representation Letter” means the Blanket Letter of Representation from the Issuer and the Paying Agent to DTC which provides for a book-entry system, or any agreement between the Issuer and Paying Agent and a successor securities depository duly appointed.

“Event of Default” means each of the following occurrences or events:

(a) Payment of the principal and of the redemption premium, if any, of any of the Bonds shall not be made when the same shall become due and payable, either at Stated Maturity or by proceedings for redemption or otherwise;

(b) Payment of any installment of interest on any of the Bonds shall not be made when the same shall become due; or

(c) The Issuer shall default in the due and punctual performance of any other of the covenants, conditions, agreements and provisions contained in the Bonds or in this Bond Resolution (other than the covenants relating to continuing disclosure requirements contained herein and in the Disclosure Undertaking) on the part of the Issuer to be performed, and such default shall continue for thirty (30) days after written notice specifying such default and requiring same to be remedied shall have been given to the Issuer by the Owner of any of the Bonds then Outstanding.

“Fiscal Year” means the twelve month period ending on December 31.

“Funds and Accounts” means funds and accounts created pursuant to or referred to in *Section 501* hereof.

“Governing Body” means the board of directors of the Issuer.

“Improvements” means the improvements referred to in the preamble to this Bond Resolution and any Substitute Improvements.

“Independent Accountant” means an independent certified public accountant or firm of independent certified public accountants at the time employed by the Issuer for the purpose of carrying out the duties imposed on the Independent Accountant by this Bond Resolution.

“Interest Payment Date(s)” means the Stated Maturity of an installment of interest on any Bond which shall be March 1 and September 1 of each year, commencing March 1, 2026.

“Issue Date” means the date when the Issuer delivers the Bonds to the Purchaser in exchange for the Purchase Price.

“Issuer” means the Authority and any successors or assigns.

“Maturity” when used with respect to any Bond means the date on which the principal of such Bond becomes due and payable as therein and herein provided, whether at the Stated Maturity thereof or call for redemption or otherwise.

“Moody's” means Moody's Investors Service, a corporation organized and existing under the laws of the State of Delaware, and its successors and assigns, and, if such corporation shall be dissolved or liquidated or shall no longer perform the functions of a securities rating agency, “Moody's” shall be deemed to refer to any other nationally recognized securities rating agency designated by the Issuer.

“Notice Address” means with respect to the following entities:

(a) To the Issuer at:

3237 Arnold Avenue,
Salina, Kansas 67401
Fax: (785) 827-2221

(b) To the Paying Agent at:

State Treasurer of the State of Kansas
Landon Office Building
900 Southwest Jackson, Suite 201
Topeka, Kansas 66612-1235
Fax: (785) 296-6976

(c) To the Purchaser:

[Purchaser]
[Purchaser Address]
[Purchaser City, State] [Zip]
Fax: [Purchaser Fax]

(d) To the Rating Agency(ies):

Moody's Municipal Rating Desk
7 World Trade Center
250 Greenwich Street, 23rd Floor
New York, New York 10007

S&P Global Ratings, a division of S&P Global Inc.
55 Water Street, 38th Floor
New York, New York 10004

or such other address as is furnished in writing to the other parties referenced herein.

“Notice Representative” means:

- (a) With respect to the Issuer, the Board Clerk.
- (b) With respect to the Bond Registrar and Paying Agent, the Director of Fiscal Services.
- (c) With respect to any Purchaser, the manager of its Municipal Bond Department.
- (d) With respect to any Rating Agency, any Vice President thereof.

“Official Statement” means Issuer’s Official Statement relating to the Bonds.

“Outstanding” means, when used with reference to the Bonds, as of a particular date of determination, all Bonds theretofore authenticated and delivered, except the following Bonds:

- (a) Bonds theretofore canceled by the Paying Agent or delivered to the Paying Agent for cancellation;
- (b) Bonds deemed to be paid in accordance with the provisions of *Article VII* hereof; and
- (c) Bonds in exchange for or in lieu of which other Bonds have been authenticated and delivered hereunder.

“Owner” when used with respect to any Bond means the Person in whose name such Bond is registered on the Bond Register. Whenever consent of the Owners is required pursuant to the terms of this Bond Resolution, and the Owner of the Bonds, as set forth on the Bond Register, is Cede & Co., the term Owner shall be deemed to be the Beneficial Owner of the Bonds.

“Participants” means those financial institutions for whom the Securities Depository effects book-entry transfers and pledges of securities deposited with the Securities Depository, as such listing of Participants exists at the time of such reference.

“Paying Agent” means the State Treasurer and any successors and assigns.

“Permitted Investments” shall mean the investments hereinafter described, provided, however, no moneys or funds shall be invested in a Derivative: (a) investments authorized by K.S.A. 12-1675 and amendments thereto; (b) the municipal investment pool established pursuant to K.S.A. 12-1677a, and amendments thereto; (c) direct obligations of the United States Government or any agency thereof; (d) the Issuer's temporary notes issued pursuant to K.S.A. 10-123 and amendments thereto; (e) interest-bearing time deposits in commercial banks or trust companies located in the county or counties in which the Issuer is located which are insured by the Federal Deposit Insurance Corporation or collateralized by securities described in (c); (f) obligations of the federal national mortgage association, federal home loan banks, federal home loan mortgage corporation or government national mortgage association; (g) repurchase agreements for securities described in (c) or (f); (h) investment agreements or other obligations of a financial institution the obligations of which at the time of investment are rated in either of the three highest rating

categories by Moody's or Standard & Poor's; (i) investments and shares or units of a money market fund or trust, the portfolio of which is comprised entirely of securities described in (c) or (f); (j) receipts evidencing ownership interests in securities or portions thereof described in (c) or (f); (k) municipal bonds or other obligations issued by any municipality of the State as defined in K.S.A. 10-1101 which are general obligations of the municipality issuing the same; or (l) bonds of any municipality of the State as defined in K.S.A. 10-1101 which have been refunded in advance of their maturity and are fully secured as to payment of principal and interest thereon by deposit in trust, under escrow agreement with a bank, of securities described in (c) or (f), all as may be further restricted or modified by amendments to applicable State law.

“Person” means any natural person, corporation, partnership, joint venture, association, firm, joint-stock company, trust, unincorporated organization, or government or any agency or political subdivision thereof or other public body.

“Purchase Price” means [the principal amount of the Bonds plus accrued interest to the date of delivery[, plus a premium of \$[_____]], less an underwriting discount of \$[_____]].

“Purchaser” means [Purchaser], [Purchaser City, State], the original purchaser of the Bonds, and any successor and assigns.

“Rating Agency” means any company, agency or entity that provides, pursuant to request of the Issuer, financial ratings for the Bonds.

“Record Dates” for the interest payable on any Interest Payment Date means the fifteenth day (whether or not a Business Day) of the calendar month next preceding such Interest Payment Date.

“Redemption Date” means, when used with respect to any Bond to be redeemed, the date fixed for the redemption of such Bond pursuant to the terms of this Bond Resolution.

“Redemption Fund” means the Redemption Fund for Refunded Notes created pursuant to *Section 501* hereof.

“Redemption Price” means, when used with respect to any Bond to be redeemed, the price at which such Bond is to be redeemed pursuant to the terms of this Bond Resolution, including the applicable redemption premium, if any, but excluding installments of interest whose Stated Maturity is on or before the Redemption Date.

“Refunded Notes” means the Series 2023-1 Notes maturing in the year 2025 in the aggregate principal amount of \$5,000,000.

“Refunded Notes Paying Agent” means the paying agent for the Refunded Notes as designated in the Refunded Notes Resolution, and any successor or successors at the time acting as paying agent of the Refunded Notes.

“Refunded Notes Redemption Date” means November 6, 2025.

“Refunded Notes Resolution” means the resolution which authorized the Refunded Notes.

“Replacement Bonds” means Bonds issued to the Beneficial Owners of the Bonds in accordance with *Section 213* hereof.

“SEC Rule” means Rule 15c2-12 adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934.

“Securities Depository” means, initially, DTC, and its successors and assigns.

“Series 2023-1 Notes” means the Issuer's Taxable General Obligation Temporary Notes, Series 2023-1, dated December 6, 2023.

“Special Record Date” means the date fixed by the Paying Agent pursuant to *Article II* hereof for the payment of Defaulted Interest.

“Standard & Poor's” or “S&P” means S&P Global Ratings, a division of S&P Global Inc., a corporation organized and existing under the laws of the State of New York, and its successors and assigns, and, if such corporation shall be dissolved or liquidated or shall no longer perform the functions of a securities rating agency, Standard & Poor's shall be deemed to refer to any other nationally recognized securities rating agency designated by the Issuer.

“State” means the state of Kansas.

“State Treasurer” means the duly elected Treasurer or, in the Treasurer's absence, the duly appointed Deputy Treasurer or acting Treasurer of the State.

“Stated Maturity” when used with respect to any Bond or any installment of interest thereon means the date specified in such Bond and this Bond Resolution as the fixed date on which the principal of such Bond or such installment of interest is due and payable.

“Substitute Improvements” means the substitute or additional improvements of the Issuer described in *Article V* hereof.

[**“Term Bonds”** means the Bonds scheduled to mature in the year 2045.]

[**“____ Term Bonds”** means the Bonds scheduled to mature in the year ____.]

[**“2045 Term Bonds”** means the Bonds scheduled to mature in the year 2045.]

[**“Term Bonds”** means collectively the [____] Term Bonds[, the [____] Term Bonds] and the 2045 Term Bonds.]

“Treasurer” means the duly appointed and/or elected Treasurer of the Issuer or, in the Treasurer's absence, the duly appointed Deputy Treasurer or acting Treasurer of the Issuer.

“United States Government Obligations” means bonds, notes, certificates of indebtedness, treasury bills or other securities constituting direct obligations of, or obligations the principal of and interest on which are fully and unconditionally guaranteed as to full and timely payment by, the United States of America, including evidences of a direct ownership interest in future interest or principal payment on obligations issued by the United States of America (including the interest component of obligations of the Resolution Funding Corporation), or securities which represent an undivided interest in such obligations, which obligations are rated in the highest rating category by a nationally recognized rating service and such obligations are held in a custodial account for the benefit of the Issuer.

ARTICLE II

AUTHORIZATION AND DETAILS OF THE BONDS

Section 201. Authorization of the Bonds. There shall be issued and hereby are authorized and directed to be issued the Taxable General Obligation Bonds, Series 2025-A, of the Issuer in the principal amount of \$[5,625,000]*, for the purpose of providing funds to: (a) pay a portion of the costs of the Improvements, including retiring the Refunded Notes; and (b) pay Costs of Issuance.

Section 202. Description of the Bonds. The Bonds shall consist of fully registered bonds in an Authorized Denomination, and shall be numbered in such manner as the Bond Registrar shall determine. All of the Bonds shall be dated as of the Dated Date, shall become due in the amounts, on the Stated Maturities, subject to redemption and payment prior to their Stated Maturities as provided in *Article III* hereof, and shall bear interest at the rates per annum as follows:

[SERIAL BONDS]

Stated Maturity <u>September 1</u>	Principal <u>Amount</u>	Annual Rate <u>of Interest</u>	Stated Maturity <u>September 1</u>	Principal <u>Amount</u>	Annual Rate <u>of Interest</u>
2026	\$	%	2036	\$	%
2027			2037		
2028			2038		
2029			2039		
2030			2040		
2031			2041		
2032			2042		
2033			2043		
2034			2044		
2035			2045		

[TERM BONDS]

Stated Maturity <u>September 1</u>	Principal <u>Amount</u>	Annual Rate <u>of Interest</u>
2045	\$	%]

The Bonds shall bear interest at the above specified rates (computed on the basis of a 360-day year of twelve 30-day months) from the later of the Dated Date or the most recent Interest Payment Date to which interest has been paid on the Interest Payment Dates in the manner set forth in *Section 204* hereof.

Each of the Bonds, as originally issued or issued upon transfer, exchange or substitution, shall be printed in accordance with the format required by the Attorney General of the State and shall be substantially in the form attached hereto as *EXHIBIT A* or as may be required by the Attorney General pursuant to the Notice of Systems of Registration for Kansas Municipal Bonds, 2 Kan. Reg. 921 (1983), in accordance with the Kansas Bond Registration Law, K.S.A. 10-620 *et seq.*

Section 203. Designation of Paying Agent and Bond Registrar. The State Treasurer is hereby designated as the Paying Agent for the payment of principal of and interest on the Bonds and Bond Registrar with respect to the registration, transfer and exchange of Bonds. The Chair of the Issuer is hereby authorized

and empowered to execute on behalf of the Issuer an agreement with the Bond Registrar and Paying Agent for the Bonds.

The Issuer will at all times maintain a Paying Agent and Bond Registrar meeting the qualifications herein described for the performance of the duties hereunder. The Issuer reserves the right to appoint a successor Paying Agent or Bond Registrar by (a) filing with the Paying Agent or Bond Registrar then performing such function a certified copy of the proceedings giving notice of the termination of such Paying Agent or Bond Registrar and appointing a successor, and (b) causing notice of appointment of the successor Paying Agent and Bond Registrar to be given by first class mail to each Owner. No resignation or removal of the Paying Agent or Bond Registrar shall become effective until a successor has been appointed and has accepted the duties of Paying Agent or Bond Registrar.

Every Paying Agent or Bond Registrar appointed hereunder shall at all times meet the requirements of K.S.A. 10-501 *et seq.* and K.S.A. 10-620 *et seq.*, respectively.

Section 204. Method and Place of Payment of the Bonds. The principal of, or Redemption Price, and interest on the Bonds shall be payable in any coin or currency which, on the respective dates of payment thereof, is legal tender for the payment of public and private debts.

The principal or Redemption Price of each Bond shall be paid at Maturity to the Person in whose name such Bond is registered on the Bond Register at the Maturity thereof, upon presentation and surrender of such Bond at the principal office of the Paying Agent.

The interest payable on each Bond on any Interest Payment Date shall be paid to the Owner of such Bond as shown on the Bond Register at the close of business on the Record Date for such interest (a) by check or draft mailed by the Paying Agent to the address of such Owner shown on the Bond Register or at such other address as is furnished to the Paying Agent in writing by such Owner; or (b) in the case of an interest payment to Cede & Co. or any Owner of \$500,000 or more in aggregate principal amount of Bonds, by electronic transfer to such Owner upon written notice given to the Bond Registrar by such Owner, not less than 15 days prior to the Record Date for such interest, containing the electronic transfer instructions including the bank ABA routing number and account number to which such Owner wishes to have such transfer directed.

Notwithstanding the foregoing provisions of this Section, any Defaulted Interest with respect to any Bond shall cease to be payable to the Owner of such Bond on the relevant Record Date and shall be payable to the Owner in whose name such Bond is registered at the close of business on the Special Record Date for the payment of such Defaulted Interest, which Special Record Date shall be fixed as hereinafter specified in this paragraph. The Issuer shall notify the Paying Agent in writing of the amount of Defaulted Interest proposed to be paid on each Bond and the date of the proposed payment (which date shall be at least 30 days after receipt of such notice by the Paying Agent) and shall deposit with the Paying Agent at the time of such notice an amount of money equal to the aggregate amount proposed to be paid in respect of such Defaulted Interest or shall make arrangements satisfactory to the Paying Agent for such deposit prior to the date of the proposed payment. Following receipt of such funds the Paying Agent shall fix a Special Record Date for the payment of such Defaulted Interest which shall be not more than 15 nor less than 10 days prior to the date of the proposed payment. The Paying Agent shall promptly notify the Issuer of such Special Record Date and, in the name and at the expense of the Issuer, shall cause notice of the proposed payment of such Defaulted Interest and the Special Record Date therefore to be mailed, by first class mail, postage prepaid, to each Owner of a Bond entitled to such notice at the address of such Owner as it appears on the Bond Register not less than 10 days prior to such Special Record Date.

The Paying Agent shall keep a record of payment of principal and Redemption Price of and interest on all Bonds and at least annually shall forward a copy or summary of such records to the Issuer.

Section 205. Payments Due on Saturdays, Sundays and Holidays. In any case where a Bond Payment Date is not a Business Day, then payment of principal, Redemption Price or interest need not be made on such Bond Payment Date but may be made on the next succeeding Business Day with the same force and effect as if made on such Bond Payment Date, and no interest shall accrue for the period after such Bond Payment Date.

Section 206. Registration, Transfer and Exchange of Bonds. The Issuer covenants that, as long as any of the Bonds remain Outstanding, it will cause the Bond Register to be kept at the office of the Bond Registrar as herein provided. Each Bond when issued shall be registered in the name of the Owner thereof on the Bond Register.

Bonds may be transferred and exchanged only on the Bond Register as provided in this Section. Upon surrender of any Bond at the principal office of the Bond Registrar, the Bond Registrar shall transfer or exchange such Bond for a new Bond or Bonds in any Authorized Denomination of the same Stated Maturity and in the same aggregate principal amount as the Bond that was presented for transfer or exchange.

Bonds presented for transfer or exchange shall be accompanied by a written instrument or instruments of transfer or authorization for exchange, in a form and with guarantee of signature satisfactory to the Bond Registrar, duly executed by the Owner thereof or by the Owner's duly authorized agent.

In all cases in which the privilege of transferring or exchanging Bonds is exercised, the Bond Registrar shall authenticate and deliver Bonds in accordance with the provisions of this Bond Resolution. The Issuer shall pay the fees and expenses of the Bond Registrar for the registration, transfer and exchange of Bonds provided for by this Bond Resolution and the cost of printing a reasonable supply of registered bond blanks. Any additional costs or fees that might be incurred in the secondary market, other than fees of the Bond Registrar, are the responsibility of the Owners of the Bonds. In the event any Owner fails to provide a correct taxpayer identification number to the Paying Agent, the Paying Agent may make a charge against such Owner sufficient to pay any governmental charge required to be paid as a result of such failure.

The Issuer and the Bond Registrar shall not be required (a) to register the transfer or exchange of any Bond that has been called for redemption after notice of such redemption has been mailed by the Paying Agent pursuant to *Article III* hereof and during the period of 15 days next preceding the date of mailing of such notice of redemption; or (b) to register the transfer or exchange of any Bond during a period beginning at the opening of business on the day after receiving written notice from the Issuer of its intent to pay Defaulted Interest and ending at the close of business on the date fixed for the payment of Defaulted Interest pursuant to this *Article II*.

The Issuer and the Paying Agent may deem and treat the Person in whose name any Bond is registered on the Bond Register as the absolute Owner of such Bond, whether such Bond is overdue or not, for the purpose of receiving payment of, or on account of, the principal or Redemption Price of and interest on said Bond and for all other purposes. All payments so made to any such Owner or upon the Owner's order shall be valid and effective to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid, and neither the Issuer nor the Paying Agent shall be affected by any notice to the contrary.

At reasonable times and under reasonable regulations established by the Bond Registrar, the Bond Register may be inspected and copied by the Owners (or a designated representative thereof) of 10% or

more in principal amount of the Bonds then Outstanding or any designated representative of such Owners whose authority is evidenced to the satisfaction of the Bond Registrar.

Section 207. Execution, Registration, Authentication and Delivery of Bonds. Each of the Bonds, including any Bonds issued in exchange or as substitutions for the Bonds initially delivered, shall be executed for and on behalf of the Issuer by the manual, electronic or facsimile signature of the Chair, attested by the manual, electronic or facsimile signature of the Board Clerk, and the seal of the Issuer shall be affixed thereto or imprinted thereon. The Chair and Board Clerk are hereby authorized and directed to prepare and execute the Bonds in the manner herein specified, and to cause the Bonds to be registered in the office of the Board Clerk, which registration shall be evidenced by the manual, electronic or facsimile signature of the Board Clerk with the seal of the Issuer affixed thereto or imprinted thereon, and registered in the office of the Clerk of Saline County, Kansas, which registration shall be evidenced by the manual, electronic or facsimile signature of the Clerk of Saline County, Kansas with the seal of Saline County, Kansas affixed thereto or imprinted thereon. The Bonds shall also be registered in the office of the State Treasurer, which registration shall be evidenced by the manual, electronic or facsimile signature of the State Treasurer with the seal of the State Treasurer affixed thereto or imprinted thereon. In case any officer whose signature appears on any Bonds ceases to be such officer before the delivery of such Bonds, such signature shall nevertheless be valid and sufficient for all purposes, as if such person had remained in office until delivery. Any Bond may be signed by such persons who at the actual time of the execution of such Bond are the proper officers to sign such Bond although at the date of such Bond such persons may not have been such officers.

The Chair and Board Clerk are hereby authorized and directed to prepare and execute the Bonds as herein specified, and when duly executed, to deliver the Bonds to the Bond Registrar for authentication.

The Bonds shall have endorsed thereon a certificate of authentication substantially in the form attached hereto as **EXHIBIT A** hereof, which shall be manually executed by an authorized officer or employee of the Bond Registrar, but it shall not be necessary that the same officer or employee sign the certificate of authentication on all of the Bonds that may be issued hereunder at any one time. No Bond shall be entitled to any security or benefit under this Bond Resolution or be valid or obligatory for any purpose unless and until such certificate of authentication has been duly executed by the Bond Registrar. Such executed certificate of authentication upon any Bond shall be conclusive evidence that such Bond has been duly authenticated and delivered under this Bond Resolution. Upon authentication, the Bond Registrar shall deliver the Bonds to the Purchaser upon instructions of the Issuer or its representative.

Section 208. Mutilated, Lost, Stolen or Destroyed Bonds. If (a) any mutilated Bond is surrendered to the Bond Registrar or the Bond Registrar receives evidence to its satisfaction of the destruction, loss or theft of any Bond, and (b) there is delivered to the Issuer and the Bond Registrar such security or indemnity as may be required by each of them, then, in the absence of notice to the Issuer or the Bond Registrar that such Bond has been acquired by a bona fide purchaser, the Issuer shall execute and, upon the Issuer's request, the Bond Registrar shall authenticate and deliver, in exchange for or in lieu of any such mutilated, destroyed, lost or stolen Bond, a new Bond of the same Stated Maturity and of like tenor and principal amount.

If any such mutilated, destroyed, lost or stolen Bond has become or is about to become due and payable, the Issuer, in its discretion, may pay such Bond instead of issuing a new Bond.

Upon the issuance of any new Bond under this Section, the Issuer and the Paying Agent may require the payment by the Owner of a sum sufficient to cover any tax or other governmental charge that may be imposed in relation thereto and any other expenses (including the fees and expenses of the Paying Agent) connected therewith.

Every new Bond issued pursuant to this Section shall constitute a replacement of the prior obligation of the Issuer, and shall be entitled to all the benefits of this Bond Resolution equally and ratably with all other Outstanding Bonds.

Section 209. Cancellation and Destruction of Bonds Upon Payment. All Bonds that have been paid or redeemed or that otherwise have been surrendered to the Paying Agent, either at or before Maturity, shall be cancelled by the Paying Agent immediately upon the payment, redemption and surrender thereof to the Paying Agent and subsequently destroyed in accordance with the customary practices of the Paying Agent. The Paying Agent shall execute a certificate in duplicate describing the Bonds so cancelled and destroyed and shall file an executed counterpart of such certificate with the Issuer.

Section 210. Book-Entry Bonds; Securities Depository. The Issuer and Paying Agent have entered into a DTC Representation Letter with DTC. The Bonds shall initially be registered to Cede & Co., the nominee for the Securities Depository, and no Beneficial Owner will receive certificates representing their respective interests in the Bonds, except in the event the Bond Registrar issues Replacement Bonds as provided in this Section. It is anticipated that during the term of the Bonds, the Securities Depository will make book-entry transfers among its Participants and receive and transmit payment of principal of, premium, if any, and interest on, the Bonds to the Participants until and unless the Bond Registrar authenticates and delivers Replacement Bonds to the Beneficial Owners as described in the following paragraph.

The Issuer may decide, subject to the requirements of the Operational Arrangements of DTC (or a successor Securities Depository), and the following provisions of this section to discontinue use of the system of book-entry transfers through DTC (or a successor Securities Depository):

(a) If the Issuer determines (1) that the Securities Depository is unable to properly discharge its responsibilities, or (2) that the Securities Depository is no longer qualified to act as a securities depository and registered clearing agency under the Securities and Exchange Act of 1934, as amended, or (3) that the continuation of a book-entry system to the exclusion of any Bonds being issued to any Owner other than Cede & Co. is no longer in the best interests of the Beneficial Owners of the Bonds; or

(b) if the Bond Registrar receives written notice from Participants having interests in not less than 50% of the Bonds Outstanding, as shown on the records of the Securities Depository (and certified to such effect by the Securities Depository), that the continuation of a book-entry system to the exclusion of any Bonds being issued to any Owner other than Cede & Co. is no longer in the best interests of the Beneficial Owners of the Bonds, then the Bond Registrar shall notify the Owners of such determination or such notice and of the availability of certificates to Owners requesting the same, and the Bond Registrar shall register in the name of and authenticate and deliver Replacement Bonds to the Beneficial Owners or their nominees in principal amounts representing the interest of each, making such adjustments as it may find necessary or appropriate as to accrued interest and previous calls for redemption; provided, that in the case of a determination under (a)(1) or (a)(2) of this paragraph, the Issuer, with the consent of the Bond Registrar, may select a successor securities depository in accordance with the following paragraph to effect book-entry transfers.

In such event, all references to the Securities Depository herein shall relate to the period of time when the Securities Depository has possession of at least one Bond. Upon the issuance of Replacement Bonds, all references herein to obligations imposed upon or to be performed by the Securities Depository shall be deemed to be imposed upon and performed by the Bond Registrar, to the extent applicable with respect to such Replacement Bonds. If the Securities Depository resigns and the Issuer, the Bond Registrar or Owners are unable to locate a qualified successor of the Securities Depository in accordance with the

following paragraph, then the Bond Registrar shall authenticate and cause delivery of Replacement Bonds to Owners, as provided herein. The Bond Registrar may rely on information from the Securities Depository and its Participants as to the names of the Beneficial Owners of the Bonds. The cost of printing, registration, authentication, and delivery of Replacement Bonds shall be paid for by the Issuer.

In the event the Securities Depository resigns, is unable to properly discharge its responsibilities, or is no longer qualified to act as a securities depository and registered clearing agency under the Securities and Exchange Act of 1934, as amended, the Issuer may appoint a successor Securities Depository provided the Bond Registrar receives written evidence satisfactory to the Bond Registrar with respect to the ability of the successor Securities Depository to discharge its responsibilities. Any such successor Securities Depository shall be a securities depository which is a registered clearing agency under the Securities and Exchange Act of 1934, as amended, or other applicable statute or regulation that operates a securities depository upon reasonable and customary terms. The Bond Registrar upon its receipt of a Bond or Bonds for cancellation shall cause the delivery of Bonds to the successor Securities Depository in an Authorized Denominations and form as provided herein.

Section 211. Nonpresentment of Bonds. If any Bond is not presented for payment when the principal thereof becomes due at Maturity, if funds sufficient to pay such Bond have been made available to the Paying Agent all liability of the Issuer to the Owner thereof for the payment of such Bond shall forthwith cease, determine and be completely discharged, and thereupon it shall be the duty of the Paying Agent to hold such funds, without liability for interest thereon, for the benefit of the Owner of such Bond, who shall thereafter be restricted exclusively to such funds for any claim of whatever nature on his part under this Bond Resolution or on, or with respect to, said Bond. If any Bond is not presented for payment within four (4) years following the date when such Bond becomes due at Maturity, the Paying Agent shall repay, without liability for interest thereon, to the Issuer the funds theretofore held by it for payment of such Bond, and such Bond shall, subject to the defense of any applicable statute of limitation, thereafter be an unsecured obligation of the Issuer, and the Owner thereof shall be entitled to look only to the Issuer for payment, and then only to the extent of the amount so repaid to it by the Paying Agent, and the Issuer shall not be liable for any interest thereon and shall not be regarded as a trustee of such money.

Section 212. Preliminary and Final Official Statement. The Preliminary Official Statement relating to the Bonds is hereby ratified and approved. For the purpose of enabling the Purchaser to comply with the requirements of Section (b)(1) of the SEC Rule, the Issuer hereby deems the information regarding the Issuer contained in the Preliminary Official Statement to be “final” as of its date, except for the omission of such information as is permitted by Section (b)(1) of the SEC Rule, and the appropriate officers of the Issuer are hereby authorized, if requested, to provide the Purchaser a letter or certification to such effect and to take such other actions or execute such other documents as such officers in their reasonable judgment deem necessary to enable the Purchaser to comply with the requirement of the SEC Rule.

The Official Statement is hereby authorized to be prepared by supplementing, amending and completing the Preliminary Official Statement, with such changes and additions thereto as are necessary to conform to and describe the transaction. The Chair and Board Clerk are hereby authorized to execute the Official Statement as so supplemented, amended and completed, and the use and public distribution of the Official Statement by the Purchaser in connection with the reoffering of the Bonds is hereby authorized. The proper officials of the Issuer are hereby authorized to execute and deliver a certificate pertaining to such Official Statement as prescribed therein, dated as of the Issue Date.

The Issuer agrees to provide to the Purchaser within seven business days of the date of the sale of Bonds sufficient copies of the Official Statement to enable the Purchaser to comply with the requirements of the SEC Rule and Rule G-32 of the Municipal Securities Rulemaking Board.

Section 213. Sale of the Bonds. The sale of the Bonds to the Purchaser is hereby ratified and confirmed. The Chair and Board Clerk are hereby authorized to execute the official bid form submitted by the Purchaser. Delivery of the Bonds shall be made to the Purchaser on the Issue Date (which shall be as soon as practicable after the adoption of this Bond Resolution), upon payment of the Purchase Price.

ARTICLE III

REDEMPTION OF BONDS

Section 301. Redemption by Issuer.

Optional Redemption. At the option of the Issuer, Bonds maturing on September 1 in the years 2034, and thereafter, will be subject to redemption and payment prior to their Stated Maturity on September 1, 2033, and thereafter, as a whole or in part (selection of maturities and the amount of Bonds of each maturity to be redeemed to be determined by the Issuer in such equitable manner as it may determine) at any time, at the Redemption Price of 100% (expressed as a percentage of the principal amount), plus accrued interest to the Redemption Date.

[**Mandatory Redemption.** [(a) [] Term Bonds.] The [] Term Bonds shall be subject to mandatory redemption and payment prior to Stated Maturity pursuant to the mandatory redemption requirements of this Section at a Redemption Price equal to 100% of the principal amount thereof plus accrued interest to the Redemption Date. The taxes levied in *Article IV* hereof which are to be deposited into the Debt Service Account shall be sufficient to redeem, and the Issuer shall redeem on September 1 in each year, the following principal amounts of such [] Term Bonds:

**Principal
Amount**
\$

Year

*

*Final Maturity

[(b) [] Term Bonds. The [] Term Bonds shall be subject to mandatory redemption and payment prior to Stated Maturity pursuant to the mandatory redemption requirements of this Section at a Redemption Price equal to 100% of the principal amount thereof plus accrued interest to the Redemption Date. The taxes levied in *Article IV* hereof which are to be deposited into the Debt Service Account shall be sufficient to redeem, and the Issuer shall redeem on September 1 in each year, the following principal amounts of such [] Term Bonds:

**Principal
Amount**
\$

Year

[]*

*Final Maturity]

[(c) *2045 Term Bonds.*] The 2045 Term Bonds shall be subject to mandatory redemption and payment prior to Stated Maturity pursuant to the mandatory redemption requirements of this Section at a Redemption Price equal to 100% of the principal amount thereof plus accrued interest to the Redemption Date. The taxes levied in *Article IV* hereof which are to be deposited into the Debt Service Account shall be sufficient to redeem, and the Issuer shall redeem on September 1 in each year, the following principal amounts of such 2045 Term Bonds:

**Principal
Amount**
\$

Year

2045*

*Final Maturity]

At its option, to be exercised on or before the 45th day next preceding any mandatory Redemption Date, the Issuer may: (1) deliver to the Paying Agent for cancellation Term Bonds subject to mandatory redemption on said mandatory Redemption Date, in any aggregate principal amount desired; or (2) furnish the Paying Agent funds, together with appropriate instructions, for the purpose of purchasing any Term Bonds subject to mandatory redemption on said mandatory Redemption Date from any Owner thereof whereupon the Paying Agent shall expend such funds for such purpose to such extent as may be practical; or (3) receive a credit with respect to the mandatory redemption obligation of the Issuer under this Section for any Term Bonds subject to mandatory redemption on said mandatory Redemption Date which, prior to such date, have been redeemed (other than through the operation of the mandatory redemption requirements of this subsection) and cancelled by the Paying Agent and not theretofore applied as a credit against any redemption obligation under this subsection. Each Term Bond so delivered or previously purchased or redeemed shall be credited at 100% of the principal amount thereof on the obligation of the Issuer to redeem Term Bonds of the same Stated Maturity on such mandatory Redemption Date, and any excess of such amount shall be credited on future mandatory redemption obligations for Term Bonds of the same Stated Maturity as designated by the Issuer, and the principal amount of Term Bonds to be redeemed by operation of the requirements of this Section shall be accordingly reduced. If the Issuer intends to exercise any option granted by the provisions of clauses (1), (2) or (3) above, the Issuer will, on or before the 45th day next preceding each mandatory Redemption Date, furnish the Paying Agent a written certificate indicating to what extent the provisions of said clauses (1), (2) and (3) are to be complied with, with respect to such mandatory redemption payment.]

Section 302. Selection of Bonds to be Redeemed. Bonds shall be redeemed only in an Authorized Denomination. When less than all of the Bonds are to be redeemed and paid prior to their Stated Maturity, such Bonds shall be redeemed in such manner as the Issuer shall determine. Bonds of less than a full Stated Maturity shall be selected by the Bond Registrar in a minimum Authorized Denomination of principal amount in such equitable manner as the Bond Registrar may determine.

In the case of a partial redemption of Bonds by lot when Bonds of denominations greater than a minimum Authorized Denomination are then Outstanding, then for all purposes in connection with such redemption a minimum Authorized Denomination of face value shall be treated as though it were a separate Bond of the denomination of a minimum Authorized Denomination. If it is determined that one or more, but not all, of a minimum Authorized Denomination of face value represented by any Bond is selected for redemption, then upon notice of intention to redeem a minimum Authorized Denomination, the Owner or the Owner's duly authorized agent shall forthwith present and surrender such Bond to the Bond Registrar: (1) for payment of the Redemption Price and interest to the Redemption Date of a minimum Authorized Denomination of face value called for redemption, and (2) for exchange, without charge to the Owner

thereof, for a new Bond or Bonds of the aggregate principal amount of the unredeemed portion of the principal amount of such Bond. If the Owner of any such Bond fails to present such Bond to the Paying Agent for payment and exchange as aforesaid, such Bond shall, nevertheless, become due and payable on the redemption date to the extent of a minimum Authorized Denomination of face value called for redemption (and to that extent only).

Section 303. Notice and Effect of Call for Redemption. In the event the Issuer desires to call the Bonds for redemption prior to maturity, written notice of such intent shall be provided to the Bond Registrar in accordance with K.S.A. 10-129, as amended, not less than 45 days prior to the Redemption Date. The Bond Registrar shall call Bonds for redemption and payment and shall give notice of such redemption as herein provided upon receipt by the Bond Registrar at least 45 days prior to the Redemption Date of written instructions of the Issuer specifying the principal amount, Stated Maturities, Redemption Date and Redemption Prices of the Bonds to be called for redemption. [The foregoing provisions of this paragraph shall not apply in the case of any mandatory redemption of Term Bonds hereunder, and Term Bonds shall be called by the Paying Agent for redemption pursuant to such mandatory redemption requirements without the necessity of any action by the Issuer and whether or not the Paying Agent holds moneys available and sufficient to effect the required redemption.]

Unless waived by any Owner of Bonds to be redeemed, if the Issuer shall call any Bonds for redemption and payment prior to the Stated Maturity thereof, the Issuer shall give written notice of its intention to call and pay said Bonds to the Bond Registrar and the Purchaser. In addition, the Issuer shall cause the Bond Registrar to give written notice of redemption to the Owners of said Bonds. Each of said written notices shall be deposited in the United States first class mail not less than 30 days prior to the Redemption Date.

All official notices of redemption shall be dated and shall contain the following information:

- (a) the Redemption Date;
- (b) the Redemption Price;
- (c) if less than all Outstanding Bonds are to be redeemed, the identification (and, in the case of partial redemption of any Bonds, the respective principal amounts) of the Bonds to be redeemed;
- (d) a statement that on the Redemption Date the Redemption Price will become due and payable upon each such Bond or portion thereof called for redemption and that interest thereon shall cease to accrue from and after the Redemption Date; and
- (e) the place where such Bonds are to be surrendered for payment of the Redemption Price, which shall be the principal office of the Paying Agent.

The failure of any Owner to receive notice given as heretofore provided or an immaterial defect therein shall not invalidate any redemption.

Prior to any Redemption Date, the Issuer shall deposit with the Paying Agent an amount of money sufficient to pay the Redemption Price of all the Bonds or portions of Bonds that are to be redeemed on such Redemption Date.

For so long as the Securities Depository is effecting book-entry transfers of the Bonds, the Bond Registrar shall provide the notices specified in this Section to the Securities Depository. It is expected that the Securities Depository shall, in turn, notify its Participants and that the Participants, in turn, will notify

or cause to be notified the Beneficial Owners. Any failure on the part of the Securities Depository or a Participant, or failure on the part of a nominee of a Beneficial Owner of a Bond (having been mailed notice from the Bond Registrar, the Securities Depository, a Participant or otherwise) to notify the Beneficial Owner of the Bond so affected, shall not affect the validity of the redemption of such Bond.

Official notice of redemption having been given as aforesaid, the Bonds or portions of Bonds to be redeemed shall become due and payable on the Redemption Date, at the Redemption Price therein specified, and from and after the Redemption Date (unless the Issuer defaults in the payment of the Redemption Price) such Bonds or portion of Bonds shall cease to bear interest. Upon surrender of such Bonds for redemption in accordance with such notice, the Redemption Price of such Bonds shall be paid by the Paying Agent. Installments of interest due on or prior to the Redemption Date shall be payable as herein provided for payment of interest. Upon surrender for any partial redemption of any Bond, there shall be prepared for the Owner a new Bond or Bonds of the same Stated Maturity in the amount of the unpaid principal as provided herein. All Bonds that have been surrendered for redemption shall be cancelled and destroyed by the Paying Agent as provided herein and shall not be reissued.

In addition to the foregoing notice, the Issuer shall provide such notices of redemption as are required by the Disclosure Undertaking. Further notice may be given by the Issuer or the Bond Registrar on behalf of the Issuer as set out below, but no defect in said further notice nor any failure to give all or any portion of such further notice shall in any manner defeat the effectiveness of a call for redemption if official notice thereof is given as above prescribed:

(a) Each further notice of redemption given hereunder shall contain the information required above for an official notice of redemption plus (1) the CUSIP numbers of all Bonds being redeemed; (2) the date of issue of the Bonds as originally issued; (3) the rate of interest borne by each Bond being redeemed; (4) the maturity date of each Bond being redeemed; and (5) any other descriptive information needed to identify accurately the Bonds being redeemed.

(b) Each further notice of redemption shall be sent at least one day before the mailing of notice to Owners by first class, registered or certified mail or overnight delivery, as determined by the Bond Registrar, to all registered securities depositories then in the business of holding substantial amounts of obligations of types comprising the Bonds and to one or more national information services that disseminate notices of redemption of obligations such as the Bonds.

(c) Each check or other transfer of funds issued for the payment of the Redemption Price of Bonds being redeemed shall bear or have enclosed the CUSIP number of the Bonds being redeemed with the proceeds of such check or other transfer.

The Paying Agent is also directed to comply with any mandatory standards then in effect for processing redemptions of municipal securities established by the State or the Securities and Exchange Commission. Failure to comply with such standards shall not affect or invalidate the redemption of any Bond.

ARTICLE IV

SECURITY FOR BONDS

Section 401. Security for the Bonds. The Bonds shall be general obligations of the Issuer payable as to both principal and interest from ad valorem taxes which may be levied without limitation as

to rate or amount upon all the taxable tangible property, real and personal, within the territorial limits of the Issuer. The full faith, credit and resources of the Issuer are hereby irrevocably pledged for the prompt payment of the principal of and interest on the Bonds as the same become due.

Section 402. Levy and Collection of Annual Tax; Transfer to Debt Service Account. The Governing Body shall annually make provision for the payment of principal of, premium, if any, and interest on the Bonds as the same become due by, to the extent necessary, levying and collecting the necessary taxes upon all of the taxable tangible property within the Issuer in the manner provided by law.

The taxes referred to above shall be extended upon the tax rolls in each of the several years, respectively, and shall be levied and collected at the same time and in the same manner as the other ad valorem taxes of the Issuer are levied and collected. The proceeds derived from said taxes shall be deposited in the Bond and Interest Fund, shall be kept separate and apart from all other funds of the Issuer shall thereafter be transferred to the Debt Service Account and shall be used solely for the payment of the principal of and interest on the Bonds as and when the same become due, taking into account any scheduled mandatory redemptions, and the fees and expenses of the Paying Agent.

If at any time said taxes are not collected in time to pay the principal of or interest on the Bonds when due, the Treasurer is hereby authorized and directed to pay said principal or interest out of the general funds of the Issuer and to reimburse said general funds for money so expended when said taxes are collected.

ARTICLE V

ESTABLISHMENT OF FUNDS AND ACCOUNTS DEPOSIT AND APPLICATION OF BOND PROCEEDS AND OTHER MONEYS

Section 501. Creation of Funds and Accounts. Simultaneously with the issuance of the Bonds, there shall be created within the Treasury of the Issuer the following Funds and Accounts:

- (a) Redemption Fund.
- (b) Debt Service Account for Taxable General Obligation Bonds, Series 2025-A (within the Bond and Interest Fund).
- (c) Costs of Issuance Account for Taxable General Obligation Bonds, Series 2025-A.

The Funds and Accounts established herein shall be administered in accordance with the provisions of this Bond Resolution so long as the Bonds are Outstanding.

Section 502. Deposit of Bond Proceeds and Other Moneys. The net proceeds received from the sale of the Bonds and certain other funds shall be deposited simultaneously with the delivery of the Bonds as follows:

- (a) An amount necessary to pay the Costs of Issuance shall be deposited in the Costs of Issuance Account.
- (b) The remaining balance of the proceeds derived from the sale of the Bonds shall be deposited into the Redemption Fund.

(c) In addition to proceeds of the Bonds, the Issuer will use available funds to provide for payment of the Refunded Notes.

Section 503. Substitution of Improvements; Reallocation of Proceeds.

(a) The Issuer may elect for any reason to substitute or add other public improvements to be financed with proceeds of the Bonds provided the following conditions are met: (1) the Substitute Improvement and the issuance of general obligation bonds to pay the cost of the Substitute Improvement has been duly authorized by the Governing Body in accordance with the laws of the State; (2) a resolution authorizing the use of the proceeds of the Bonds to pay the Financeable Costs of the Substitute Improvement has been duly adopted by the Governing Body pursuant to this Section; and (3) the use of the proceeds of the Bonds to pay the Financeable Cost of the Substitute Improvement will not adversely affect the tax-exempt status of the Bonds under State law.

(b) The Issuer may reallocate expenditure of Bond proceeds among all Improvements financed by the Bonds; provided the following conditions are met: (1) the reallocation is approved by the Governing Body; (2) the reallocation shall not cause the proceeds of the Bonds allocated to any Improvement to exceed the Financeable Costs of the Improvement; and (3) the reallocation will not adversely affect the tax-exempt status of the Bonds under State law.

Section 504. Application of Moneys in the Redemption Fund. Moneys in the Redemption Fund shall be paid and transferred to the Refunded Notes Paying Agent, with irrevocable instructions to apply such amount to the payment of the Refunded Notes on the Refunded Notes Redemption Date. Any moneys remaining in the Redemption Fund not needed to retire the Refunded Notes shall be transferred to the Debt Service Account.

Section 505. Application of Moneys in Debt Service Account. All amounts paid and credited to the Debt Service Account shall be expended and used by the Issuer for the sole purpose of paying the principal or Redemption Price of and interest on the Bonds as and when the same become due and the usual and customary fees and expenses of the Bond Registrar and Paying Agent. The Treasurer is authorized and directed to withdraw from the Debt Service Account sums sufficient to pay both principal or Redemption Price of and interest on the Bonds and the fees and expenses of the Bond Registrar and Paying Agent as and when the same become due, and to forward such sums to the Paying Agent in a manner which ensures that the Paying Agent will receive immediately available funds in such amounts on or before the Business Day immediately preceding the dates when such principal, interest and fees of the Bond Registrar and Paying Agent will become due. If, through the lapse of time or otherwise, the Owners of Bonds are no longer entitled to enforce payment of the Bonds or the interest thereon, the Paying Agent shall return said funds to the Issuer. All moneys deposited with the Paying Agent shall be deemed to be deposited in accordance with and subject to all of the provisions contained in this Bond Resolution and shall be held in trust by the Paying Agent for the benefit of the Owners of the Bonds entitled to payment from such moneys.

Any moneys or investments remaining in the Debt Service Account after the retirement of the Bonds shall be transferred and paid into the Bond and Interest Fund.

Section 506. Deposits and Investment of Moneys. Moneys in each of the Funds and Accounts shall be deposited in accordance with laws of the State, in a bank, savings and loan association or savings bank organized under the laws of the State, any other state or the United States: (a) which has a main or branch office located in the Issuer; or (b) if no such entity has a main or branch office located in the Issuer, with such an entity that has a main or branch office located in the county or counties in which the Issuer is located]. All such depositaries shall be members of the Federal Deposit Insurance Corporation, or otherwise

as permitted by State law. All such deposits shall be invested in Permitted Investments as set forth in this Article or shall be adequately secured as provided by the laws of the State. All moneys held in the Funds and Accounts shall be kept separate and apart from all other funds of the Issuer so that there shall be no commingling with any other funds of the Issuer.

Moneys held in any Fund or Account other than the Redemption Fund may be invested in accordance with this Bond Resolution in Permitted Investments; provided, however, that no such investment shall be made for a period extending longer than to the date when the moneys invested may be needed for the purpose for which such fund was created. All earnings on any investments held in any Fund or Account shall accrue to and become a part of such Fund or Account.

Section 507. Application of Moneys in the Costs of Issuance Account. Moneys in the Costs of Issuance Account shall be used by the Issuer to pay the Costs of Issuance. Any funds remaining in the Costs of Issuance Account, after payment of all Costs of Issuance, but not later than the later of 30 days prior to the first Stated Maturity of principal or one year after the date of issuance of the Bonds, shall be transferred to the Debt Service Account.

ARTICLE VI

DEFAULT AND REMEDIES

Section 601. Remedies. The provisions of the Bond Resolution, including the covenants and agreements herein contained, shall constitute a contract between the Issuer and the Owners of the Bonds. If an Event of Default occurs and shall be continuing, the Owner or Owners of not less than 10% in principal amount of the Bonds at the time Outstanding shall have the right for the equal benefit and protection of all Owners of Bonds similarly situated:

(a) by mandamus or other suit, action or proceedings at law or in equity to enforce the rights of such Owner or Owners against the Issuer and its officers, agents and employees, and to require and compel duties and obligations required by the provisions of the Bond Resolution or by the Constitution and laws of the State;

(b) by suit, action or other proceedings in equity or at law to require the Issuer, its officers, agents and employees to account as if they were the trustees of an express trust; and

(c) by suit, action or other proceedings in equity or at law to enjoin any acts or things which may be unlawful or in violation of the rights of the Owners of the Bonds.

Section 602. Limitation on Rights of Owners. The covenants and agreements of the Issuer contained herein and in the Bonds shall be for the equal benefit, protection, and security of the Owners of any or all of the Bonds, all of which Bonds shall be of equal rank and without preference or priority of one Bond over any other Bond in the application of the funds herein pledged to the payment of the principal of and the interest on the Bonds, or otherwise, except as to rate of interest, date of maturity and right of prior redemption as provided in this Bond Resolution. No one or more Owners secured hereby shall have any right in any manner whatever by his or their action to affect, disturb or prejudice the security granted and provided for herein, or to enforce any right hereunder, except in the manner herein provided, and all proceedings at law or in equity shall be instituted, had and maintained for the equal benefit of all Outstanding Bonds.

Section 603. Remedies Cumulative. No remedy conferred herein upon the Owners is intended to be exclusive of any other remedy, but each such remedy shall be cumulative and in addition to every other remedy and may be exercised without exhausting and without regard to any other remedy conferred herein. No waiver of any default or breach of duty or contract by the Owner of any Bond shall extend to or affect any subsequent default or breach of duty or contract or shall impair any rights or remedies thereon. No delay or omission of any Owner to exercise any right or power accruing upon any default shall impair any such right or power or shall be construed to be a waiver of any such default or acquiescence therein. Every substantive right and every remedy conferred upon the Owners of the Bonds by this Bond Resolution may be enforced and exercised from time to time and as often as may be deemed expedient. If action or proceedings taken by any Owner on account of any default or to enforce any right or exercise any remedy has been discontinued or abandoned for any reason, or shall have been determined adversely to such Owner, then, and in every such case, the Issuer and the Owners of the Bonds shall, subject to any determination in such action or proceeding or applicable law of the State, be restored to their former positions and rights hereunder, respectively, and all rights, remedies, powers and duties of the Owners shall continue as if no such suit, action or other proceedings had been brought or taken.

ARTICLE VII

DEFEASANCE

Section 701. Defeasance. When any or all of the Bonds, redemption premium, if any, or scheduled interest payments thereon have been paid and discharged, then the requirements contained in this Bond Resolution and the pledge of the Issuer's faith and credit hereunder and all other rights granted hereby shall terminate with respect to the Bonds or scheduled interest payments thereon so paid and discharged. Bonds, redemption premium, if any, or scheduled interest payments thereon shall be deemed to have been paid and discharged within the meaning of this Bond Resolution if there has been deposited with the Paying Agent, or other commercial bank or trust company located in the State and having full trust powers, at or prior to the Stated Maturity or Redemption Date of said Bonds or the interest payments thereon, in trust for and irrevocably appropriated thereto, moneys and/or Defeasance Obligations which, together with the interest to be earned on any such Defeasance Obligations, will be sufficient for the payment of the principal of or Redemption Price of said Bonds and/or interest accrued to the Stated Maturity or Redemption Date, or if default in such payment has occurred on such date, then to the date of the tender of such payments. If the amount to be so deposited is based on the Redemption Price of any Bonds, no such satisfaction shall occur until (a) the Issuer has elected to redeem such Bonds, and (b) either notice of such redemption has been given, or the Issuer has given irrevocable instructions, or shall have provided for an escrow agent to give irrevocable instructions, to the Bond Registrar to give such notice of redemption in compliance with **Article III** hereof. Any money and Defeasance Obligations that at any time shall be deposited with the Paying Agent or other commercial bank or trust company by or on behalf of the Issuer, for the purpose of paying and discharging any of the Bonds, shall be and are hereby assigned, transferred and set over to the Paying Agent or other bank or trust company in trust for the respective Owners of the Bonds, and such moneys shall be and are hereby irrevocably appropriated to the payment and discharge thereof. All money and Defeasance Obligations deposited with the Paying Agent or such bank or trust company shall be deemed to be deposited in accordance with and subject to all of the provisions of this Bond Resolution.

ARTICLE VIII

CONTINUING DISCLOSURE REQUIREMENTS

Section 801. Disclosure Requirements. The Issuer hereby covenants with the Purchaser and the Beneficial Owners to provide and disseminate such information as is required by the SEC Rule and as further set forth in the Disclosure Undertaking, the provisions of which are incorporated herein by reference. Such covenant shall be for the benefit of and enforceable by the Purchaser and the Beneficial Owners.

Section 802. Failure to Comply with Continuing Disclosure Requirements. In the event the Issuer fails to comply in a timely manner with its covenants contained in the preceding section, the Purchaser and/or any Beneficial Owner may make demand for such compliance by written notice to the Issuer. In the event the Issuer does not remedy such noncompliance within 10 days of receipt of such written notice, the Purchaser or any Beneficial Owner may in its discretion, without notice or demand, proceed to enforce compliance by a suit or suits in equity for the specific performance of such covenant or agreement contained in the preceding section or for the enforcement of any other appropriate legal or equitable remedy, as the Purchaser and/or any Beneficial Owner shall deem effectual to protect and enforce any of the duties of the Issuer under such preceding section. Notwithstanding any other provision of this Bond Resolution, failure of the Issuer to comply with its covenants contained in the preceding section shall not be considered an Event of Default under this Bond Resolution.

ARTICLE IX

MISCELLANEOUS PROVISIONS

Section 901. Annual Audit. Annually, promptly after the end of the Fiscal Year, the Issuer will cause an audit to be made of the financial statements of the Issuer for the preceding Fiscal Year by an Independent Accountant. Within 30 days after the completion of each such audit, a copy thereof shall be filed in the office of the Board Clerk. Such audit shall at all times during the usual business hours be open to the examination and inspection by any taxpayer, any Owner of any of the Bonds, or by anyone acting for or on behalf of such taxpayer or Owner. Upon payment of the reasonable cost of preparing and mailing the same, a copy of any annual audit will, upon request, be sent to any Owner or prospective Owner. As soon as possible after the completion of the annual audit, the Governing Body shall review such audit, and if the audit discloses that proper provision has not been made for all of the requirements of this Bond Resolution, the Issuer shall promptly cure such deficiency.

Section 902. Amendments. The rights and duties of the Issuer and the Owners, and the terms and provisions of the Bonds or of this Bond Resolution, may be amended or modified at any time in any respect by resolution of the Issuer with the written consent of the Owners of not less than a majority in principal amount of the Bonds then Outstanding, such consent to be evidenced by an instrument or instruments executed by such Owners and duly acknowledged or proved in the manner of a deed to be recorded, and such instrument or instruments shall be filed with the Board Clerk, but no such modification or alteration shall:

- (a) extend the maturity of any payment of principal or interest due upon any Bond;
- (b) effect a reduction in the amount which the Issuer is required to pay as principal of or interest on any Bond;
- (c) permit preference or priority of any Bond over any other Bond; or
- (d) reduce the percentage in principal amount of Bonds required for the written consent to any modification or alteration of the provisions of this Bond Resolution.

Any provision of the Bonds or of this Bond Resolution may, however, be amended or modified by resolution duly adopted by the Governing Body at any time in any legal respect with the written consent of the Owners of all of the Bonds at the time Outstanding.

Without notice to or the consent of any Owners, the Issuer may amend or supplement this Bond Resolution for the purpose of curing any formal defect, omission, inconsistency or ambiguity herein, to grant to or confer upon the Owners any additional rights, remedies, powers or authority that may lawfully be granted to or conferred upon the Owners, to more precisely identify the Improvements, to reallocate proceeds of the Bonds among Improvements, to provide for Substitute Improvements, or in connection with any other change therein which is not materially adverse to the interests of the Owners.

Every amendment or modification of the provisions of the Bonds or of this Bond Resolution, to which the written consent of the Owners is given, as above provided, shall be expressed in a resolution adopted by the Governing Body amending or supplementing the provisions of this Bond Resolution and shall be deemed to be a part of this Bond Resolution. A certified copy of every such amendatory or supplemental resolution, if any, and a certified copy of this Bond Resolution shall always be kept on file in the office of the Board Clerk, and shall be made available for inspection by the Owner of any Bond or a prospective purchaser or owner of any Bond authorized by this Bond Resolution, and upon payment of the reasonable cost of preparing the same, a certified copy of any such amendatory or supplemental resolution or of this Bond Resolution will be sent by the Board Clerk to any such Owner or prospective Owner.

Any and all modifications made in the manner hereinabove provided shall not become effective until there has been filed with the Board Clerk a copy of the resolution of the Issuer hereinabove provided for, duly certified, as well as proof of any required consent to such modification by the Owners of the Bonds then Outstanding. It shall not be necessary to note on any of the Outstanding Bonds any reference to such amendment or modification.

The Issuer shall furnish to the Paying Agent a copy of any amendment to the Bonds or this Bond Resolution which affects the duties or obligations of the Paying Agent under this Bond Resolution.

Section 903. Notices, Consents and Other Instruments by Owners. Any notice, consent, request, direction, approval or other instrument to be signed and executed by the Owners may be in any number of concurrent writings of similar tenor and may be signed or executed by such Owners in person or by agent appointed in writing. Proof of the execution of any such instrument or of the writing appointing any such agent and of the ownership of Bonds, if made in the following manner, shall be sufficient for any of the purposes of this Bond Resolution, and shall be conclusive in favor of the Issuer and the Paying Agent with regard to any action taken, suffered or omitted under any such instrument, namely:

(a) The fact and date of the execution by any person of any such instrument may be proved by a certificate of any officer in any jurisdiction who by law has power to take acknowledgments within such jurisdiction that the person signing such instrument acknowledged before such officer the execution thereof, or by affidavit of any witness to such execution.

(b) The fact of ownership of Bonds, the amount or amounts, numbers and other identification of Bonds, and the date of holding the same shall be proved by the Bond Register.

In determining whether the Owners of the requisite principal amount of Bonds Outstanding have given any request, demand, authorization, direction, notice, consent or waiver under this Bond Resolution, Bonds owned by the Issuer shall be disregarded and deemed not to be Outstanding under this Bond Resolution, except that, in determining whether the Owners shall be protected in relying upon any such

request, demand, authorization, direction, notice, consent or waiver, only Bonds which the Owners know to be so owned shall be so disregarded. Notwithstanding the foregoing, Bonds so owned which have been pledged in good faith shall not be disregarded as aforesaid if the pledgee establishes to the satisfaction of the Owners the pledgee's right so to act with respect to such Bonds and that the pledgee is not the Issuer.

Section 904. Notices. Any notice, request, complaint, demand or other communication required or desired to be given or filed under this Bond Resolution shall be in writing, given to the Notice Representative at the Notice Address and shall be deemed duly given or filed if the same shall be: (a) duly mailed by registered or certified mail, postage prepaid; or (b) communicated via fax, with electronic or telephonic confirmation of receipt. Copies of such notices shall also be given to the Paying Agent. The Issuer, the Paying Agent and the Purchaser may from time to time designate, by notice given hereunder to the others of such parties, such other address to which subsequent notices, certificates or other communications shall be sent.

All notices given by: (a) certified or registered mail as aforesaid shall be deemed duly given as of the date they are so mailed; (b) fax as aforesaid shall be deemed duly given as of the date of confirmation of receipt. If, because of the temporary or permanent suspension of regular mail service or for any other reason, it is impossible or impractical to mail any notice in the manner herein provided, then such other form of notice as shall be made with the approval of the Paying Agent shall constitute a sufficient notice.

Section 905. Electronic Transactions. The transactions described in this Bond Resolution may be conducted, and documents related to the Bonds may be sent, received, executed, and stored, by electronic means or transmissions. Copies, telecopies, electronic files and other reproductions of original executed documents (or documents executed by electronic means or transmissions) shall be deemed to be authentic and valid counterparts of such documents for all purposes, including the filing of any claim, action or suit in the appropriate court of law.

Section 906. Further Authority. The officers and officials of the Issuer, including the Chair and Board Clerk, are hereby authorized and directed to execute all documents and take such actions as they may deem necessary or advisable in order to carry out and perform the purposes of this Bond Resolution and to make ministerial alterations, changes or additions in the foregoing agreements, statements, instruments and other documents herein approved, authorized and confirmed which they may approve, and the execution or taking of such action shall be conclusive evidence of such necessity or advisability.

Section 907. Severability. If any section or other part of this Bond Resolution, whether large or small, is for any reason held invalid, the invalidity thereof shall not affect the validity of the other provisions of this Bond Resolution.

Section 908. Governing Law. This Bond Resolution shall be governed exclusively by and construed in accordance with the applicable laws of the State.

Section 909. Effective Date. This Bond Resolution shall take effect and be in full force from and after its adoption by the Governing Body.

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ADOPTED by the Board of Directors on October 15, 2025.

(SEAL)

Chair

ATTEST:

Board Clerk

CERTIFICATE

I hereby certify that the above and foregoing is a true and correct copy of the Bond Resolution of the Issuer adopted by the Governing Body on October 15, 2025, as the same appears of record in my office.

DATED: October 15, 2025.

Board Clerk

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EXHIBIT A
(FORM OF BONDS)

**REGISTERED
NUMBER __**

**REGISTERED
\$**

Unless this certificate is presented by an authorized representative of The Depository Trust Company, a New York Corporation (“DTC”), to the Issuer or its agent for registration of transfer, exchange or payment, and any certificate issued is registered in the name of Cede & Co. or in such other name as is requested by an authorized representative of DTC (and any payment is made to Cede & Co. or to such other entity as is requested by an authorized representative of DTC), ANY TRANSFER, PLEDGE OR OTHER USE HEREOF FOR VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL inasmuch as the registered owner hereof, Cede & Co., has an interest herein.

**UNITED STATES OF AMERICA
STATE OF KANSAS
COUNTY OF SALINE
SALINA AIRPORT AUTHORITY (SALINA, KANSAS)
TAXABLE GENERAL OBLIGATION BOND
SERIES 2025-A**

**Interest
Rate:**

**Maturity
Date:**

**Dated
Date: November 5, 2025**

CUSIP:

REGISTERED OWNER:

PRINCIPAL AMOUNT:

KNOW ALL PERSONS BY THESE PRESENTS: That the Salina Airport Authority (Salina, Kansas), in the County of Saline, State of Kansas (the “Issuer”), for value received, hereby acknowledges itself to be indebted and promises to pay to the Registered Owner shown above, or registered assigns, but solely from the source and in the manner herein specified, the Principal Amount shown above on the Maturity Date shown above, unless called for redemption prior to the Maturity Date, and to pay interest thereon at the Interest Rate per annum shown above (computed on the basis of a 360-day year of twelve 30-day months), from the Dated Date shown above, or from the most recent date to which interest has been paid or duly provided for, payable semiannually on March 1 and September 1 of each year, commencing March 1, 2026 (the “Interest Payment Dates”), until the Principal Amount has been paid.

Method and Place of Payment. The principal or redemption price of this Bond shall be paid at maturity or upon earlier redemption to the person in whose name this Bond is registered at the maturity or redemption date thereof, upon presentation and surrender of this Bond at the principal office of the Treasurer of the State of Kansas, Topeka, Kansas (the “Paying Agent” and “Bond Registrar”). The interest payable on this Bond on any Interest Payment Date shall be paid to the person in whose name this Bond is registered on the registration books maintained by the Bond Registrar at the close of business on the Record Date(s) for such interest, which shall be the 15th day (whether or not a business day) of the calendar month next preceding the Interest Payment Date. Such interest shall be payable (a) by check or draft mailed by the Paying Agent to the address of such Registered Owner shown on the Bond Register or at such other

address as is furnished to the Paying Agent in writing by such Registered Owner; or (b) in the case of an interest payment to Cede & Co. or any Owner of \$500,000 or more in aggregate principal amount of Bonds by electronic transfer to such Owner upon written notice given to the Bond Registrar by such Registered Owner, not less than 15 days prior to the Record Date for such interest, containing the electronic transfer instructions including the bank, ABA routing number and account number to which such Registered Owner wishes to have such transfer directed. The principal or redemption price of and interest on the Bonds shall be payable in any coin or currency that, on the respective dates of payment thereof, is legal tender for the payment of public and private debts. Interest not punctually paid will be paid in the manner established in the within defined Bond Resolution.

Definitions. Capitalized terms used herein and not otherwise defined herein shall have the meanings assigned to such terms in the hereinafter defined Bond Resolution.

Authorization of Bonds. This Bond is one of an authorized series of Bonds of the Issuer designated “Taxable General Obligation Bonds, Series 2025-A,” aggregating the principal amount of \$[5,625,000]* (the “Bonds”) issued for the purposes set forth in the Resolution of the Issuer authorizing the issuance of the Bonds (the “Bond Resolution”). The Bonds are issued by the authority of and in full compliance with the provisions, restrictions and limitations of the Constitution and laws of the State of Kansas, including K.S.A. 27-315 to 27-326, inclusive, as amended, and all other provisions of the laws of the State of Kansas applicable thereto.

General Obligations. The Bonds constitute general obligations of the Issuer payable as to both principal and interest from ad valorem taxes which may be levied without limitation as to rate or amount upon all the taxable tangible property within the territorial limits of the Issuer. The full faith, credit and resources of the Issuer are hereby irrevocably pledged for the prompt payment of the principal of and interest on the Bonds as the same become due.

Redemption Prior to Maturity. The Bonds are subject to redemption prior to maturity as set forth in the Bond Resolution.

Book-Entry System. The Bonds are being issued by means of a book-entry system with no physical distribution of bond certificates to be made except as provided in the Bond Resolution. One Bond certificate with respect to each date on which the Bonds are stated to mature or with respect to each form of Bonds, registered in the nominee name of the Securities Depository, is being issued and required to be deposited with the Securities Depository and immobilized in its custody. The book-entry system will evidence positions held in the Bonds by the Securities Depository's participants, beneficial ownership of the Bonds in authorized denominations being evidenced in the records of such participants. Transfers of ownership shall be effected on the records of the Securities Depository and its participants pursuant to rules and procedures established by the Securities Depository and its participants. The Issuer and the Bond Registrar will recognize the Securities Depository nominee, while the Registered Owner of this Bond, as the owner of this Bond for all purposes, including (i) payments of principal of, and redemption premium, if any, and interest on, this Bond, (ii) notices and (iii) voting. Transfer of principal, interest and any redemption premium payments to participants of the Securities Depository, and transfer of principal, interest and any redemption premium payments to beneficial owners of the Bonds by participants of the Securities Depository will be the responsibility of such participants and other nominees of such beneficial owners. The Issuer and the Bond Registrar will not be responsible or liable for such transfers of payments or for maintaining, supervising or reviewing the records maintained by the Securities Depository, the Securities Depository nominee, its participants or persons acting through such participants. While the Securities Depository nominee is the owner of this Bond, notwithstanding the provision hereinabove contained, payments of principal of, redemption premium, if any, and interest on this Bond shall be made

in accordance with existing arrangements among the Issuer, the Bond Registrar and the Securities Depository.

Transfer and Exchange. EXCEPT AS OTHERWISE PROVIDED IN THE BOND RESOLUTION, THIS GLOBAL BOND MAY BE TRANSFERRED, IN WHOLE BUT NOT IN PART, ONLY TO ANOTHER NOMINEE OF THE SECURITIES DEPOSITORY OR TO A SUCCESSOR SECURITIES DEPOSITORY OR TO A NOMINEE OF A SUCCESSOR SECURITIES DEPOSITORY. This Bond may be transferred or exchanged, as provided in the Bond Resolution, only on the Bond Register kept for that purpose at the principal office of the Bond Registrar, upon surrender of this Bond, together with a written instrument of transfer or authorization for exchange satisfactory to the Bond Registrar duly executed by the Registered Owner or the Registered Owner's duly authorized agent, and thereupon a new Bond or Bonds in any Authorized Denomination of the same maturity and in the same aggregate principal amount shall be issued to the transferee in exchange therefor as provided in the Bond Resolution and upon payment of the charges therein prescribed. The Issuer shall pay all costs incurred in connection with the issuance, payment and initial registration of the Bonds and the cost of a reasonable supply of bond blanks. The Issuer and the Paying Agent may deem and treat the person in whose name this Bond is registered on the Bond Register as the absolute owner hereof for the purpose of receiving payment of, or on account of, the principal or redemption price hereof and interest due hereon and for all other purposes. The Bonds are issued in fully registered form in Authorized Denominations.

Authentication. This Bond shall not be valid or become obligatory for any purpose or be entitled to any security or benefit under the Bond Resolution until the Certificate of Authentication and Registration hereon shall have been lawfully executed by the Bond Registrar.

IT IS HEREBY DECLARED AND CERTIFIED that all acts, conditions, and things required to be done and to exist precedent to and in the issuance of this Bond have been properly done and performed and do exist in due and regular form and manner as required by the Constitution and laws of the State of Kansas, and that the total indebtedness of the Issuer, including this series of bonds, does not exceed any constitutional or statutory limitation.

IN WITNESS WHEREOF, the Issuer has caused this Bond to be executed by the manual, electronic or facsimile signature of its Chair and attested by the manual, electronic or facsimile signature of its Board Clerk, and its seal to be affixed hereto or imprinted hereon.

**SALINA AIRPORT AUTHORITY
(SALINA, KANSAS)**

(Facsimile Seal)

By: _____ (facsimile)
Chair

ATTEST:

By: _____ (facsimile)
Board Clerk

CERTIFICATE OF AUTHENTICATION AND REGISTRATION

This Bond is one of a series of Taxable General Obligation Bonds, Series 2025-A, of the Salina Airport Authority (Salina, Kansas), described in the within-mentioned Bond Resolution.

Registration Date: November 5, 2025

Office of the State Treasurer,
Topeka, Kansas,
as Bond Registrar and Paying Agent

By _____

Registration Number: 5349-085-110525-____

LEGAL OPINION

The following is a true and correct copy of the approving legal opinion of Gilmore & Bell, P.C., Bond Counsel, which was dated and issued as of the date of original issuance and delivery of such Bonds:

GILMORE & BELL, P.C.

Attorneys at Law
100 N. Main Suite 800
Wichita, Kansas 67202

(PRINTED LEGAL OPINION)

BOND ASSIGNMENT

FOR VALUE RECEIVED, the undersigned do(es) hereby sell, assign and transfer to

(Name and Address)

(Social Security or Taxpayer Identification No.)

the Bond to which this assignment is affixed in the outstanding principal amount of \$_____, standing in the name of the undersigned on the books of the Bond Registrar. The undersigned do(es) hereby irrevocably constitute and appoint _____ as agent to transfer said Bond on the books of said Bond Registrar with full power of substitution in the premises.

Dated _____

Name

Social Security or
Taxpayer Identification No.

Signature (Sign here exactly as name(s)
appear on the face of Certificate)

Signature guarantee:

By _____

CERTIFICATE OF BOARD CLERK

STATE OF KANSAS)
) SS.
COUNTY OF SALINE)

The undersigned, Board Clerk of the Salina Airport Authority (Salina, Kansas), does hereby certify that the within Bond has been duly registered in my office according to law as of November 5, 2025.

WITNESS my hand and official seal.

(Facsimile Seal)

By: _____ (facsimile)
Board Clerk

CERTIFICATE OF COUNTY CLERK

STATE OF KANSAS)
) SS.
COUNTY OF SALINE)

The undersigned, County Clerk of Saline County, Kansas, does hereby certify that the within Bond has been duly registered in my office according to law as of November 5, 2025.

WITNESS my hand and official seal.

(Facsimile Seal)

By: _____ (facsimile)
County Clerk

CERTIFICATE OF STATE TREASURER

OFFICE OF THE TREASURER, STATE OF KANSAS

STEVEN JOHNSON, Treasurer of the State of Kansas, does hereby certify that a transcript of the proceedings leading up to the issuance of this Bond has been filed in the office of the State Treasurer, and that this Bond was registered in such office according to law on November 5, 2025.

WITNESS my hand and official seal.

(Facsimile Seal)

By: _____ (facsimile)
Treasurer of the State of Kansas

LEASE AGREEMENT

This Lease Agreement (the “Lease”) is made and entered into this _____ day of October, 2025 by and between the **SALINA AIRPORT AUTHORITY, a Kansas public corporation**, of Salina, Saline County, Kansas, (the “Authority”), and **FORBES BROS. TIMBERLINE CONSTRUCTION, INC.**, a South Dakota corporation, authorized to do business in Kansas, with principal offices at 1774 Centre St., Ste A, Rapid City, SD, 57703-4030 (the “Lessee”), WITNESSETH:

RECITALS

- A. On January 5, 2022, the Authority and Lessee entered a Lease Agreement for the tracts described in Section 1 below, which was superseded by a new Lease Agreement entered into on December 22, 2023 (the “2023 Lease”).
- B. The 2023 Lease is set to expire on December 31, 2025, and there are no further options for renewal contained therein.
- C. The Lessee has expressed its desire to continue occupancy of the Premises and the parties desire to enter into this new Lease Agreement according to the terms outlined herein.

1. Property Description.

- 1.1. Legal Description of Leased Tract. The Authority, in consideration of the rents, covenants, agreements, and conditions hereinafter agreed to be paid and performed by the Lessee, leases unto the Lessee the following described real estate:

A tract containing approximately 12.086 acres of land, located on Lot 1, Block 1, Schilling Subdivision No. 6 to the City of Salina, Saline County, Kansas

together with any improvements constructed or to be constructed thereon and the appurtenances thereunto belonging, as depicted on the attached Exhibit A and consisting of Areas 1, 3, 4 and 6 along with rights of ingress, egress and regress (the “Premises”).

2. Term, Effective Date and Holdover.

- 2.1. Term and Effective Date of Lease. This Lease shall be for a term of One (1) year commencing effective January 1, 2026 (“Effective Date”) and terminating on December 31, 2026. (“Primary Term”).

2.2. Holdover. If the Lessee remains in possession of all or any part of the Premises after the expiration of this Lease, without the express or implied consent of the Authority, such occupancy shall be considered to be a “Holdover Tenancy” from month-to-month only, and not a renewal or extension of this Lease for any further term. In such case, the Basic Rent for such Holdover Tenancy shall be payable in the amount of 125% of the amount specified in Section 4.1 herein. Such Holdover Tenancy shall be subject to every other provision, covenant and agreement contained herein. The foregoing provisions of this Subsection are in addition to and do not affect the right of re-entry or any right of the Authority hereunder or as otherwise provided by law and in no way shall such provisions affect any right which the Authority may have otherwise to recover damages, to the extent permissible by applicable law, from Lessee for loss or liability incurred by the Authority resulting from the failure by Lessee to surrender the Premises, or for any other reason. Nothing contained in this Subsection shall be construed as consent by Authority to any holding over by Lessee and the Authority expressly reserves the right to require Lessee to surrender possession of the Premises to Authority as provided in this Lease, and to the extent permissible by applicable law, upon the expiration of this Lease.

3. Option to Renew – Provided that Lessee is not in default of this Lease during the Primary Term, Lessee shall have the option to renew (the “Renewal Option”) the Lease for one (1) additional term of one (1) year under the same terms and conditions set forth in this Lease. Should the Lessee desire to execute their Option to Renew, they shall notify the Authority in writing no later than 60 days prior to the end of the current term.

4. Rent.

4.1. Basic Rent. Lessee agrees to pay the Authority a Basic Rent for the leasing of the Premises the sum of Three Thousand One Hundred and Eighty Dollars and no/100 (\$3,180.00) per month. The rental shall be payable monthly in advance and shall be due on the first day of each month for that month.

4.2. Additional Rental. In addition to the Basic Rent, Lessee covenants and agrees that it will be responsible for Additional Rent, which shall include the following components:

4.2.1. Taxes. Not Applicable.

4.2.2. Late Charge. If the rental amount due hereunder is not received by the Authority within five (5) days after Lessee’s receipt of written notice specifying such failure, a late charge of six percent (**6%**) of the total amount due and currently owing, or Seventy-Five Dollars (**\$75.00**), whichever is greater, will be assessed against the Lessee. Failure to pay the rent and the

late charge within twenty (20) days shall be grounds for termination of this Lease, solely at the discretion of the Authority, and not as a termination right for Lessee, in addition to recovery of the unpaid rent and the late charge.

4.2.3. Security Deposit. Lessee's security deposit in the amount of \$2,955 received and on deposit under the 2022 agreement will be held by the SAA to satisfy the Security Deposit required under this section. The Security Deposit shall be held by the Authority without liability for interest, as security for the performance by Lessee of Lessee's covenants and obligations under this Lease; it being expressly understood that the Security Deposit shall not be considered an advance payment of rent or a measure of the Authority's damages in case of default by Lessee. The Authority may commingle the Security Deposit with the Authority's other funds. The Authority may, from time to time, without prejudice to any other remedy, use the Security Deposit to the extent necessary to make good any arrearages of rent or to satisfy any other covenant or obligation of Lessee hereunder. Following any such application of the Security Deposit, Lessee shall pay to the Authority on demand the amount so applied in order to restore the Security Deposit to its original amount. If Lessee is not in default at the termination of this Lease, the balance of the Security Deposit remaining after any such application shall be returned by the Authority to Lessee within fifteen (15) days after termination of this Lease.

4.2.4. Keys. All keys issued to Lessee by the Authority must be returned to the Authority by 12:00 P.M., Noon, on the date this Lease expires or is terminated. If all keys are not returned or if Lessee loses a key during the term of the Lease or any extension thereof, a fee will be charged for each key lost and for each building interior and exterior lock change. The charge per key and lock change will be according to the current rates and charges schedule as adopted annually in the Authority's fiscal year budget.

4.3. Rental Renegotiations. Lessee acknowledges that as required by AAIA Section 511. (a)(9), the Authority must maintain a fee and rental structure for its facilities and services, which will make the Airport as self-sustaining as possible under the circumstances. In the event that an FAA and/or DOT audit should determine that the rentals provided for herein are inadequate, the parties agree to renegotiate the rentals in good faith.

5. Insurance.

5.1. Lessee's Liability Insurance. Lessee shall purchase from and maintain in a company or companies lawfully authorized to do business in the State of Kansas such insurance as specified in Section 5.2 below.

5.2. The insurance required by Section 5.1 and Section 5.2 shall be written for not less than the limits of liability specified below or as required by law, whichever coverage is greater. Coverages, whether written on an occurrence or claims-made basis, shall be maintained without interruption from date of commencement of this Lease. All insurance policies must be issued by an insurance carrier which has a Best's general policyholder's rating (as published in the most recent issue of Best's Key Rating Guide, Property-Casualty) of not less than A- .

5.2.1. Commercial General Liability, which is no more restrictive than ISO Form CG0001 1/96 or any revision thereof with minimum limits of liability of:

\$ 1,000,000	General Aggregate
\$ 1,000,000	Products-Completed Operations Aggregate
\$ 1,000,000	Personal & Advertising Injury
\$ 1,000,000	Each Occurrence

5.2.2. Comprehensive Auto Liability for owned, non-owned and hired vehicles with combined single limits of liability of \$1,000,000 per occurrence.

5.2.3. Workers' Compensation with statutory limits.

5.2.4. Employer's Liability coverage with limits of at least:

\$ 500,000	Each Accident
\$ 500,000	Disease-Policy Limit
\$ 500,000	Disease-Each Employee

5.2.5. Commercial Umbrella / Excess Liability providing excess coverage with limits no less than \$5,000,000 each occurrence / \$5,000,000 annual aggregate.

5.3. Certificates of Insurance acceptable to the Authority shall be filed with the Authority prior to commencement of this Lease. Lessee will give the Authority at least 30 days' prior written notice of cancellation of any such insurance coverages.

5.4. Lessee agrees that its insurance policies will be primary for all claims arising from the activities of the Lessee conducted at, upon or from the Premises, that Lessee agrees to waive its right of subrogation against the Authority (except in the case of workers' compensation and employer's liability coverage). All amounts of claims, losses or damages resulting from deductible clauses or self-insured retentions in Lessee's insurance policies will be the responsibility of the Lessee.

5.5. Lessee agrees that all liability policies, except workers' compensation, will be amended to name the Authority as additional insureds.

5.6. The requirement of Lessee to purchase and maintain insurance shall not, in any manner, limit or qualify the liabilities and obligations otherwise assumed by Lessee under this Lease.

5.7. Claims Made Insurance

5.7.1. Lessee shall, to the extent reasonably possible, obtain the liability insurance required hereunder on an occurrence basis. If any insurance required herein is to be issued or renewed on a claims made basis, the retroactive date of such insurance shall be no later than the commencement date of this Lease and shall provide that in the event of cancellation or non-renewal of the insurance, the discovery period for insurance claims (tail coverage) shall be for a period of not less than two years.

5.8. Authority's Liability Insurance

5.8.1. The Authority shall be responsible for purchasing and maintaining the Authority's usual liability insurance.

5.9. Loss of Use Insurance (rent loss/business income/extra expense).

5.9.1.1. The Authority, at the Authority's option, may purchase and maintain such insurance as will insure the Authority's property due to fire or other hazards, however caused, and the cost thereof shall be paid by the Authority. The Authority waives all rights of action against Lessee for loss of use of the Authority's property, including consequential losses due to fire, theft or other hazards however caused.

5.9.1.2. Lessee, at Lessee's option, may purchase and maintain such insurance as will insure Lessee against loss of use of the Leased Premises due to fire or other hazards, however caused, and the cost thereof shall be paid by Lessee. Lessee waives all rights of action against the Authority for loss of use of the leased Premises, including consequential losses due to fire, theft or other hazards however caused.

5.9.2. Damage to Property Owned by Lessee: Lessee acknowledges that it shall be fully responsible for any loss or damage to its personal property located on or about the Leasehold, that it shall be solely responsible for such personal property, and Lessee releases the Authority and its current and former officers, directors, employees, and agents from any liability therefore, in each case except to the extent caused by the negligence or willful misconduct of the

Authority and its current and former officers, directors, employees, and agents.

6. Use of Premises. Lessee agrees to use the Premises for the purpose of outside storage of metal beams towers, lattice steel, CONEX boxes and transmission materials, such as insulators and hardware, used in connection with electric utility structures and other activities normally associated therewith. All activities will comply with all applicable laws or regulations.

6.1. Lessee agrees that the Premises shall not be used or occupied for any purpose that constitutes a nuisance or may be reasonably objectionable to adjacent property; that it will not allow the escape from the Premises of any fumes, odors, smoke, obnoxious gas, gases or other substances which are offensive or which constitute a nuisance or interfere with the conduct of other business in the area.

6.2. Lessee understands the Premises is located within a multi-tenant equipment yard and agrees to remain within the Premises boundaries identified on the attached Exhibit A. Lessee also agrees to utilize the identified "Driving Lane" only as a means of ingress/egress to the Premises in conjunction with the other occupants of the equipment yard and to refrain from parking or storing or otherwise impeding in any manner, the utilization of the Driving Lane.

7. Environmental Concerns.

7.1. Defined Terms. The following terms are defined in the Lease Agreement and shall mean:

7.1.1. **"Environmental Law"** means any now-existing or hereafter enacted or promulgated federal, state, local, or other law, statute, ordinance, rule, regulation or court order pertaining to (i) environmental protection, regulation, contamination or clean-up, (ii) toxic waste, (iii) underground storage tanks, (iv) asbestos or asbestos-containing materials, or (v) the handling, treatment, storage, use or disposal of Hazardous Substances, including without limitation the Comprehensive Environmental Response, Compensation and Liability Act and The Resource Conservation Recovery Act, all as exist from time to time.

7.1.2. **"Hazardous Substances"** means all (i) "hazardous substances" (as defined in 42 U.S.C. §9601(14)) (ii) "chemicals" subject to regulation under Title III of the Superfund Amendments and Reauthorization Act of 1986, as amended from time to time (iii) natural gas liquids, liquefied natural gas or synthetic gas, (iv) any petroleum, petroleum-based products or crude oil or any fraction, or (v) any other hazardous or toxic substances, wastes or materials, pollutants, contaminants or any other substances or materials that are included under or regulated by any Environmental Law.

7.2. Authority's Responsibility. The Authority is party to a settlement reached with the United States of America to complete the cleanup of environmental

contamination caused by the Department of Defense at the Salina Regional Airport and Airport Industrial Center, formerly the Schilling Air Force Base. The Authority shall be responsible for the cleanup and removal of any Hazardous Substances which are determined to have been present on the Premises prior to January 1, 2022. Authority agrees to indemnify and hold Lessee harmless from and against all claims, expenses, loss or liability arising from the presence of any such contamination which occurred prior to January 1, 2022.

7.2.1. The Authority shall be responsible for any contamination caused by or during the performance of Authority's work as landlord, even if it occurs after January 1, 2022.

7.3. Lessee Responsibility. The Lessee shall be responsible for the cleanup and removal of any Hazardous Substances, petroleum products, and petroleum additives released on the Premises at any time Lessee occupies the Premises from and after January 1, 2022. Lessee agrees to indemnify and hold the Authority harmless from and against all claims, expenses, loss, or liability arising from any such contamination which occurs at any time Lessee occupies the Premises from and after January 1, 2022.

7.3.1. Lessee agrees to comply with all storm water and waste collection requirements of any federal, state, or local governmental laws, rules and regulations.

7.3.2. Lessee agrees that it will comply with all federal, state, and local regulations regarding the handling, storage, and dispensing of Hazardous Substances, including petroleum products, on the Premises.

7.3.3. Lessee agrees that it will immediately notify the Authority in the event of any spills or leaks of Hazardous Substances, including any liquid hydrocarbon materials, on the Premises, and to clean up the affected area in accordance with Kansas Department of Health and Environment standards.

7.4. Non-waiver. Any acknowledgement or undertaking of responsibility by either party to this Lease in relation to the other party, as set forth above, shall not be regarded as a release or waiver of any right by the responsible party to seek recovery against or contribution from any person or entity not a party to this Lease

8. Maintenance. The Lessee, at its sole cost, shall have the duty to repair and maintain in a good condition, the parking surface; provide for adequate vegetation control and to cause the removal of any snow on the Premises. The Authority shall maintain, at its sole cost, the Driving Lane as depicted on the Exhibit A up to the point of entry to the Premises.

9. Improvements or Fixtures on Premises. Lessee understands the Premises is located in a multi-tenant yard developed by the Authority solely for the purposes of vehicle and equipment storage and activities normally associated therewith. Therefore, Lessee shall not construct any improvements or attach any fixtures to the Premises without the express written consent of the Authority in advance of the improvements or fixture installation, which may be withheld at the sole but reasonable discretion of the Authority.
10. Fixtures. In the event of termination of this Lease due to a breach of covenant by the Lessee, then all fixtures and improvements if approved and may be removed from the Premises at Lessee's election.
11. Restoration of Premises – Hold Harmless. On or before the date of expiration or termination of this Lease, or any extension thereof, the Lessee shall vacate the Premises, remove its personal property (including all stored vehicles) therefrom, and restore the Premises to as good an order and condition as that existing upon the commencement of the term of this Lease, damages beyond the control of the Lessee or due to normal wear and tear excepted. If, however, the Lessee fails to remove its personal property and fixtures and/or to restore the Premises to substantially the same condition as existed at commencement of the Lease, then the Authority may remove the personal property and fixtures and restore the Premises and shall retain the personal property and fixtures at Lessee's sole cost and expense until such time as Lessee retrieves such property.
12. Default.
- 12.1. Lessee shall be in default of this Lease if it:
- 12.1.1. Fails to pay the Basic Rent or Additional Rental when due or to comply with any substantial term, condition or covenant of this Lease within twenty (20) days after Lessee's receipt of written notice specifying such failure;
 - 12.1.2. Abandons or surrenders the Premises or the leasehold estate;
 - 12.1.3. Attempts to assign or sublease the Premises other than in accordance with the terms of the Lease;
 - 12.1.4. Is adjudicated bankrupt or insolvent, makes a general assignment for the benefit of creditors takes the benefit of any insolvency act, or is unable to meet its obligations as they become due; or
 - 12.1.5. Violates any of the other terms and conditions of this Lease and such violation is not cured within twenty (20) days after Lessee's receipt of written notice specifying such failure.
- 12.2. In the event of default by Lessee, the Authority shall have the following cumulative remedies:
- 12.2.1. Terminate the Lease;
 - 12.2.2. Reenter and repossess the Premises;
 - 12.2.3. Relet the Premises or any part thereof;

- 12.2.4. Bring a suit for damages against Lessee; or
- 12.2.5. Pursue any other remedy available to the Authority under Kansas law.
- 12.2.6. In no event, however, shall Lessee be liable for any incidental, indirect, consequential, punitive, liquidated or other special damages.
13. Waiver. Waiver by a party of any breach of this Lease by the other party shall not be construed as a continuing waiver of a subsequent breach nor imply further indulgence.
- 13.1. In the event legal action must be taken because of the breach of any agreement or obligation contained in this Lease on the part of the Lessee or Authority to be kept or performed, and a breach shall be established, the prevailing party shall be entitled to recover all reasonable, documented and out of pocket expenses incurred thereof, including reasonable, documented and out of pocket attorney fees.
14. Utilities. The Lessee shall, at its own expense, obtain and pay for all separately metered electricity, water, gas, sewer use fees, or other utilities used by Lessee during the term of this Lease.
15. Liens. The Lessee shall pay, satisfy and discharge all liens and obligations of any nature and kind whatsoever created by or the obligations of the Lessee which shall attach to or be imposed upon the Premises and shall indemnify, save and hold harmless the Authority from such payment and from all resulting direct damages and reasonable, documented and out of pocket expenses.
16. Assignment of Lease. The Lessee shall not assign this Lease or any interest therein and shall not sublet the Premises or any part thereof, or allow any person to occupy or use the Premises or any portion thereof, without the prior written consent of the Authority, which shall not be unreasonably withheld. A consent to one assignment or subletting for use by any other person shall not be deemed to be a consent to any subsequent assignment.
17. Indemnification and Hold Harmless.

To the fullest extent permitted by law, the Lessee shall indemnify and hold harmless the Authority, its affiliates and its officers, directors, employees, agents, representatives, guests and invitees (“Authority Indemnitees”) from and against all claims, damages, losses, liabilities, fines, penalties, costs, and expenses (including reasonable attorney’s fees, consultant costs, environmental investigation, remedial or removal costs and natural resource damages) arising out of, relating to or resulting from (i) Lessee’s occupancy and/or use of the Premises; (ii) any breach of this Lease by the Lessee; (iii) any leak, spill or other release or disposal of or exposure to (A) any goods while being transported or delivered by Lessee or (B) any other materials, substances or chemicals that Lessee brings onto the Premises; and/or (iv) the negligence or willful

misconduct of any persons used or employed directly or indirectly by the Lessee, in each case except to the extent caused by the negligence or willful misconduct of the Authority or any Authority Indemnitees. The indemnification obligations under this Subparagraph shall not be limited in any way by the limits of any insurance coverage or limitations on the amount or type of damages, compensation or benefits payable by, for or to the Lessee, any independent contractor, or any other person under any insurance policy, worker's compensation acts, disability acts or other employee benefit acts.

18. Inspection of Premises. The Lessee agrees that the Authority, the Federal Aviation Administration, or its agents may, at all reasonable times, upon at least 24 hours prior notice, or in the event of an emergency, have free access to the Premises for the purpose of examining or inspecting the condition of the Premises and any improvements thereon, or exercising any right or power reserved to the Authority or Federal Aviation Administration under the terms and provisions of this agreement.

19. Notices. All notices to be given pursuant to this Lease shall be addressed to the parties as follows:

Authority	Salina Airport Authority Salina Airport Terminal Building 3237 Arnold Salina, KS 67401
Lessee	Forbes Bros. Timberline Construction, Inc. 1774 Centre St., Ste A Rapid City, SD 57703

19.1. If the Premises are destroyed or damaged by fire or other casualty, the Lessee may, at its sole option terminate this Lease. If this Lease is so cancelled, rent shall be paid only to the date of cancellation and the Lessee shall surrender the Premises to the Authority after being allowed a reasonable time to locate a substitute site, remove its personal property and otherwise conclude its affairs at the Premises

19.2. If the Lessee does not elect to terminate this Lease in case of destruction or damage by casualty, this Lease shall continue in full force and effect and the Authority shall restore the Premises to at least its previous condition, and to Lessee's satisfaction, within a reasonable time. For that purpose, the Authority and its agents and contractors may enter the Premises. Rent shall totally abate during the period of such restoration. The Authority's obligation to restore the Premises shall be absolute, and shall not be limited by the amount of available insurance proceeds.

20. General Clauses.

- 20.1. The Lessee shall comply with all applicable laws, ordinances and regulations of the state, county and municipality in which the Premises are located with regard to construction, sanitation, licenses or permits to do business and all other matters.
- 20.2. The Lessee shall pay to the proper governmental agencies and as they become due and payable, all taxes, assessments, and similar charges, which at any time during the term of this Lease may be taxed, except those which the Authority has in this Lease agreed to pay.
- 20.3. Any property of the Authority damaged or destroyed by the Lessee, incident to the Lessee's use and occupation of the Premises, shall be promptly repaired or replaced by the Lessee to the reasonable satisfaction of the Authority or in lieu of repair or replacement, the Lessee shall, if so required by the Authority, pay to the Authority money in the amount sufficient to compensate for the loss sustained by the Authority by reason of damage or destruction of the property.
- 20.4. The Lessee acknowledges that it has inspected and knows the condition of the Premises and it is understood that the Premises is leased without any representation or warranty by the Authority whatsoever and without obligation on the part of the Authority to make any alterations, repairs, or additions to the Premises.
- 20.5. The Lessee shall not use, or permit to be used, any portion of the Premises under its control for signs, billboards, or displays, other than those connected with its own operations on the Premises. Advertising signs must be located on the buildings on the Premises and shall not contain more than 120 square feet in the area. Flashing or illuminated signs in which the light is not maintained constant and stationary in intensity and color are prohibited.
- 20.6. The Lessee shall not be the agent of the Authority in making repairs or other improvements to the Premises and no materialman's liens or claims thereunder shall be valid against the Authority or against the interest of the Authority in the Premises.
- 20.7. All materials, supplies, or equipment located on the Premises shall be stored in an orderly manner so as not to create a nuisance or fire hazard and shall be in compliance with all applicable governmental regulations.
- 20.8. The Lessee must at all times keep the Premises in a safe, clean, wholesome condition and comply in all respects with all applicable government, health, and police requirements. The Lessee will remove at its own expense any rubbish which may accumulate on the property.

20.9. The Lessee shall be responsible for snow removal on the Premises as required by Lessee's occupancy and shall keep the area free from vegetation.

20.10. The Authority reserves the right (but shall not be obligated to Lessee) to maintain and keep in repair the landing area of the Airport and all publicly-owned air navigational facilities of the Airport, together with the right to direct and control all activities of the Lessee in this regard.

20.11. The Authority reserves the right to further develop or improve the landing area and all publicly-owned air navigation facilities of the Airport as it sees fit, regardless of the desires or view of Lessee, and without interference or hindrance.

20.12. The Authority reserves the right to take any action it considers necessary to protect the aerial approaches of the Airport against obstruction, together with the right to prevent Lessee from erecting, or permitting to be erected, any building or other structure on the Airport which in the opinion of the Authority would limit the usefulness of the Airport or constitute a hazard to aircraft.

20.13. During time of war or national emergency the Authority shall have the right to enter into an agreement with the United States Government for military or naval use of part or all of the landing area, the publicly owned air navigation facilities, and/or other area or facilities of the Airport. If any such agreement is executed, the provisions of this Lease, insofar as they are inconsistent with the provisions of the agreement with the Government, shall be suspended.

20.14. It is understood and agreed that the rights granted by this Lease will not be exercised in such a way to interfere with or adversely affect the use, operation, maintenance, or development of the Airport.

20.15. There is hereby reserved to the Authority, its successors and assigns, for the use and benefit of the public, a free and unrestricted right of flight for the passage of aircraft in the airspace above the surface of the Premises together with the right to cause in the airspace such noise as may be inherent in the operation of aircraft, now known or hereafter used for navigation of or flight in the air, using the airspace or landing at, taking off from, or operating on or about the Airport.

21. Nondiscrimination Assurances.

21.1. The Lessee, for itself, its personal representatives, successors in interest, and assigns, as a part of the consideration hereof, covenant's and agrees as a covenant running with the land that in the event facilities are constructed, maintained, or otherwise operated on the Premises, for a purpose for which a Department of Transportation program or activity is extended or for another purpose involving the provision of similar services or benefits, the Lessee shall maintain and operate such facilities or benefits and services in compliance with all other requirements imposed pursuant to 49 CFR, Part 21, Nondiscrimination in Federally Assisted

Programs of the Department of Transportation, and as the regulations may be amended.

21.2. The Lessee, for itself, its personal representatives, successors in interest, and assigns, as a part of the consideration hereof, covenants and agrees as a covenant running with the land that (i) no person on the grounds of race, color, or national origin shall be excluded from participation in, denied the benefits of, or be otherwise subjected to discrimination in the use of the facilities; (ii) that in construction of any improvements on, over or under such land and the furnishing of services thereon, no person on the grounds of race, color, or national origin shall be excluded from participation in, denied the benefits of, or otherwise be subjected to discrimination; and (iii) that the Lessee shall use the Premises in compliance with all other requirements imposed by or pursuant to 49 CFR, Part 21, Non-discrimination in Federally Assisted Programs of the Department of Transportation, and as the regulations may be amended.

21.3. The Lessee assures that it will undertake an affirmative action program as required by 14 CFR, Part 152, Subpart E, to insure that no person shall on the grounds of race, creed, color, national origin or sex be excluded from participation in any employment activities covered in 14 CFR, Part 152, Subpart E. The Lessee assures that no person shall be excluded on these grounds from participating in or receiving the services or benefits of any program or activity covered by this subpart. The Lessee assures that it will require that its covered sub organizations provide assurances to the Lessee that they similarly will undertake affirmative action programs and that they will require assurances from their sub organizations, as required by 14 CFR, Part 152, Subpart E, to the same effect.

21.4. It is understood and agreed that nothing herein contained shall be construed to grant or authorize the granting of an exclusive right within the meaning of Section 308 of the Federal Aviation Act of 1958.

22. Binding Effect. This Lease shall be binding upon the heirs, beneficiaries, personal representatives, successors, and assigns of the Authority and the Lessee.

The Authority and the Lessee have each caused this Lease to be executed by its duly authorized officers on the date shown.

SALINA AIRPORT AUTHORITY

Date _____

By: _____

Donald Boos
Chairman

ATTEST

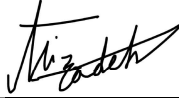
Date _____

By: _____

Kasey Windhorst
Board Clerk

FORBES BROS. TIMBERLINE CONSTRUCTION, INC.

Date _____ 10-08-2025 _____

By: _____ 

____ Hamed A. Pashar _____ [Name]

____ VP, Major Projects, West _____ [Title]

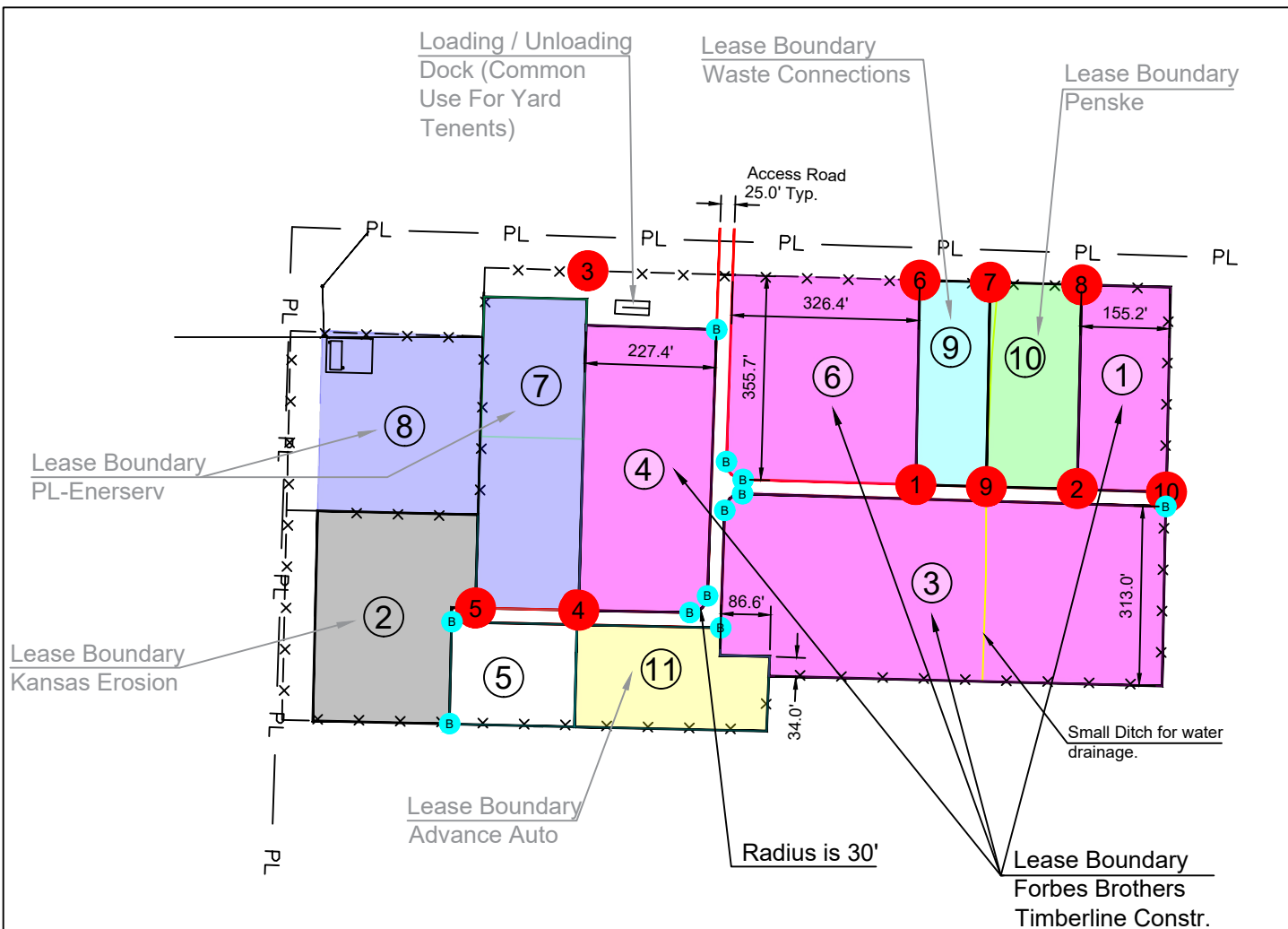
ATTEST

Date _____ October 8, 2025 _____

By: _____ 

____ Carter Smith _____ [Name]

____ Project Manager _____ [Title]



LEGEND

- x—x—x— Existing Fence
- 8 Barrel or Bucket With Number Painted on it.
- 1 Lease Area ID's
- B Place New Marker

Lease Areas

Area 1 = 1.26 Acres
 Area 3 = 5.52 Acres
 Area 4 = 2.56 Acres
 Area 6 = 2.66 Acres
 Total = 12.00 Acres



Drawing Number 3281-10-25



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

None : REVISIONS
 MWC : DESIGNED BY
 MWC : DRAWN BY
 1" = 300' : SCALE
 10/07/25, 10:00 : DATE

SALINA AIRPORT AUTHORITY

Forbes Bros. Timberline Construction, Inc. 2026 Lease Exhibit A

1
 OF
 1

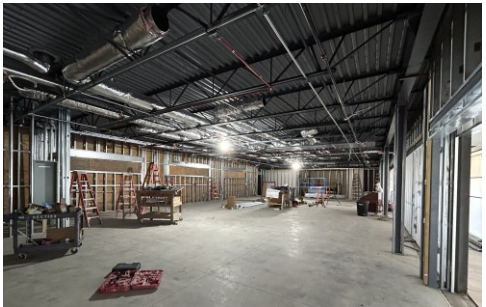
DATE: October 09, 2025
TO: Pieter Miller
FROM: Maynard Cunningham
SUBJECT: **October 15, 2025, SAA Regular Board Meeting**

Facilities and Construction Notes

New Projects

- **SLN West Development, Environmental Assessment** – Lochner's environmental team will start field work on site the week of November 3-7. They will conduct a wetland delineation utilizing drone technology along with shovel tests associated with a cultural resource survey.

Current Projects

- **Airport Industrial Center No. 3 Subdivision (Project 80)** – Ebert and its subcontractors continue to complete the few punchlist items remaining. With confirmation of City of Salina inspection and test results for sanitary sewer and a signed copy of the final punchlist, Wilson & Co. will be able to issue a final certificate of completion.
- 
- **Hangar 959(1Vision Aviation) MRO Tail Enclosure** – SAA has received and submitted final plans to the City of Salina along with the building permit application for the mobile tail enclosure at Hangar 959. The fire suppression engineer was on site September 17 and provided a fire protection proposal that will utilize oscillating monitor nozzles to cover the new tail enclosure area. Professional Engineering Consultants (PEC) were on site September 23 to evaluate the electrical classification and ventilation for the hangar. An engineer's report is expected from PEC this month.
- 
- **M.J. Kennedy Air Terminal Building Renovation & Expansion AIP 55 (Construction)** – Icon Structures and its subcontractors have completed installing the roofing materials on the TSA screening area. Tie in around the perimeter will be completed when exterior metal panel fascia and guttering are installed. Electrical rough-in and drywall are in process. The new rooftop HVAC unit has been placed and ductwork installed above the ceiling. The door openings for the new space are in place.
- **M.J. Kennedy Air Terminal Parking Lot Rehabilitation & Expansion AIP 54 (Design)** – Recommendation for award of the contract regarding the bid from Screed Tech has been approved by the FAA and notice of award has been provided to the contractor. Screed Tech has provided all the contract required documentation. The grant application for construction was submitted to the FAA in June. The FAA grant notification was received on September 18. Construction is anticipated to begin in Spring 2026.

Special Projects

- **Directed Groundwater Recirculation System (DGRS)** – Comments were received from KDHE on the 30% plans submitted for the DGRS. The project has been transferred to the Federal Facilities Program within KDHE.

DATE: 10-8-25

TO: Pieter Miller, Executive Director

FROM: David Sorell

SUBJECT: October Board Meeting Update

Live fire training for aircraft is a critical component of aviation safety and emergency preparedness, particularly for airport firefighters, maintenance crews, and flight personnel. It provides hands-on, realistic experience in dealing with the intense and unpredictable nature of aircraft fires — something that cannot be fully replicated through simulations or classroom instruction alone.

On September 22nd and 23rd the University of Missouri was on site with their MAFT trainer, which is a fuselage capable of simulating real aircraft fire events. ARFF personnel can enter fuselage with hoses extinguishing fires, they can also perform truck work around the fuselage applying water to different area of aircraft.

Live fire exercises replicate the **heat, smoke, and visibility challenges** of an actual aircraft fire. Trainees learn how fires spread on and within aircraft materials (e.g., fuel, composite structures, wiring, interiors). Understanding real thermal dynamics helps improve decision-making under pressure. It allows **airport rescue and firefighting (ARFF)** teams to practice proper **nozzle techniques, attack strategies, and entry procedures**. Builds proficiency in **rescue operations**, including accessing aircraft cabins, cockpits, and cargo holds under live-fire conditions. Reinforces teamwork, communication, and coordination during high-stress situations.

This annual certification for each firefighter also keeps us compliant with part 139 requirements. In 2026 we will incorporate this training within our full-scale exercise, which will include other organizations from Saline County.





BUSINESS AND COMMUNICATIONS MANAGER

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DATE: October 10, 2025

TO: Pieter Miller, Executive Director

FROM: Kasey L. Windhorst

SUBJECT: October Board Meeting Update

Website Redevelopment Update

The Salina Airport Authority continues progress on the redevelopment of its official website to enhance user experience, accessibility, and mobile responsiveness. The updated site will feature streamlined navigation, modern design elements, and improved functionality for tenants, visitors, and community stakeholders.

Recent & Upcoming Meetings

- SAA Staff Training – Week of October 6, 2025: Hands-on training for staff on the content management system, publishing workflows, and online forms/payment processes.

Next Steps

- Complete migration of updated content and confirm page accuracy.
- Conduct mobile optimization, performance testing, and ADA compliance verification.
- Develop public launch materials and outreach strategy.
- **Website launch is set for Friday, October 24, 2025.**

Employee Training

During the third quarter of 2025, all Salina Airport Authority staff successfully completed mandatory cybersecurity training designed to strengthen awareness and defense against evolving digital threats.

The Q3 training modules focused on three key areas:

- **Spear Phishing:** Identifying and responding to targeted phishing attempts designed to obtain sensitive information or credentials.
- **Smishing 2 (SMS Phishing):** Recognizing fraudulent text messages and understanding how to report and block malicious communications on mobile devices.
- **Elevated Privileges:** Reinforcing best practices for managing administrative permissions and securing access to critical systems, files, and applications.

Completion of this quarterly training reinforces the Authority's commitment to maintaining a secure digital environment, protecting confidential data, and complying with cybersecurity best practices across all departments.

Event Recaps

Fly Kansas Air Tour & US National Aerobatic Championships

The Salina Regional Airport successfully hosted two major aviation events this fall. The Fly Kansas Air Tour stopped at Hangar 600 on September 26, 2025, welcoming pilots, aircraft, students, and community members for an afternoon of aviation education and outreach. Over 200 students from local schools participated in STEM activities and explored aviation career opportunities through hands-on exhibits.



Immediately following, the airport hosted the 2025 U.S. National Aerobatic Championships from September 28 through October 3. This marked the sixth year the event has been held in Salina, where the community has been outstanding. The 2025 Nationals featured 113 aerobatic pilots—the best showing in decades—making it the world's largest aerobatic contest and attracting some of the best pilots from across the country and globe.



Announcements

Below are the upcoming board meetings scheduled for the remainder of the year. All board meetings will be held at Hangar H600, Room 100.

Wednesday, October 15, 2025, 8:00 a.m.

Regular Board Meeting

Wednesday, November 19, 2025, 8:00 a.m.

Regular Board Meeting

Wednesday, December 17, 2025, 8:00 a.m.

Regular Board Meeting