

AIRPORT BOARD SPECIAL MEETING
AGENDA
2:00 P.M., WENESDAY, MAY 27, 2020

ZOOM MEETING

This virtual meeting will be by video and telephonic participation only.

To join the webinar click on or paste this URL into your browser

<https://juneau.zoom.us/j/92964809591>

Or Telephone: +1-346-248-7799, Webinar ID: 929 6480 9591

ADA accommodations available upon request: Please contact the Clerk's office 36 hours prior to any meeting so arrangements can be made for closed captioning or sign language interpreter services depending on the meeting format. The Clerk's office telephone number is 586-5278, TDD 586-5351, e-mail: city.clerk@juneau.org

**To Testify: Call 586-0962 by 3:00 p.m. 5/26/20 and provide:
name/e-mail address/phone number**

I. CALL TO ORDER

II. ROLL CALL

III. NEW BUSINESS

A. CARES Act Grant Use for Airport General Obligation Bond Debt Service. At the April 23, 2020, Special Airport Board meeting, the Board approved the option (*Option 1*) to use the \$21.7M CARES Act funds for operational expenses (*operational expenses, such as payroll, utility bills, or payment of debt service*). At the May 7, 2020, Special Airport Board meeting, the Airport Board discussed a preliminary funding plan for the \$21.7M CARES Act grant. Solvency of the Airport was the unanimous top priority. While the Board did not vote on the matter, the consensus was that operational use for projected revenue shortfalls was the priority for the term of the grant (four years). It was also recognized that assisting the City in any lawful use of funds, as related to the airport (such as terminal debt service on the GO bond), was another high priority; as well as relief for tenants.

A sample breakdown of CARES Act fund was presented as follows:

\$14M	Airport revenue supplement/COVID expenses
\$3.1M	CBJ GO bond debt on Terminal (<i>reimburse debt service on or after April 14, 2020</i>)
\$3.0M	Cares Act relief for tenants
\$1.6M	Airport maintenance/small projects (i.e. pothole repairs, etc.)

Staff recognizes that the discussion for operational use, relief for tenants and maintenance will require additional meetings and time to develop policies and methodologies. However, the approval to take a portion of the GO Bond debt service for the Terminal Project would need to be approved now in order for the Assembly to adopt the FY21/22 budgets. This would provide a path for the Assembly to move forward. While the CBJ Assembly would like to see a full four-year commitment of debt service funds applied to the Airport's Cares Act grant, a two-year commitment on debt service would suffice for the biennial budget. The table below shows the debt service on the Terminal GO Bond through FY25 only; \$602,375 for FY21 and \$662,625 for FY22 for a two-year total of \$1,265,000.

City and Borough of Juneau, Alaska				
2019-III&IV Airport GO Bonds (\$5.125M)				
FY21 - FY25 AMORTIZATION				
Issue Date: 11/21/2019				
	Principal	Interest	Yearly Total	Cumulative Total
FY20	-	92,535	92,535	92,535
FY21	355,000	247,375	602,375	694,910
FY22	435,000	227,625	662,625	1,357,535
FY23	455,000	205,375	660,375	2,017,910
FY24	475,000	182,125	657,125	2,675,035
FY25	500,000	157,750	657,750	3,332,785

Board Motion: *‘Approve the transfer of \$602,375 for FY21 and \$662,625 for FY22, for Airport GO Bond debt service to the Airport Operations Budgets for FY21 and FY22 respectively; payment to be made from the FAA CARES Act grant.’*

IV. ADJOURN