

LEE COUNTY

NORTH CAROLINA

Committed Today for a Better Tomorrow

RESOLUTION BY THE LEE COUNTY BOARD OF COMMISSIONERS CLARIFYING THE USE OF THE AIRPORT RESERVE FUND BY THE SANFORD-LEE COUNTY REGIONAL AIRPORT AUTHORITY

WHEREAS, the City of Sanford and the Lee County Board of Commissioners established the Airport Tax Reserve Fund as part of their cooperative Inter-local agreement that formed the Sanford/Lee County Regional Airport Authority; and

WHEREAS, the intended use of the Reserve Fund was to accumulate funds that the Authority could use for capital and operational expenditures with the consent of both the City of Sanford and Lee County; and

WHEREAS, Lee County transferred \$270,000 to the Airport Authority to purchase a hangar that would be renovated and expanded for use by the North Carolina Forestry Service; and

WHEREAS, when the funds were transferred by the Commissioners that motion stated the funds were a "transfer" to the Authority, however the Airport Auditors reported to the North Carolina Local Government Commission that the funds were a loan; and

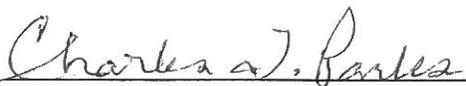
WHEREAS, due to conditions out of the control of the Authority, an 18 month delay in the signing of the Forestry lease has caused the Authority to change their capital funding plan; and

WHEREAS, the Authority is nearing the completion of the repaving, lighting and enhancement project and needs to clarify and balance the project fund.

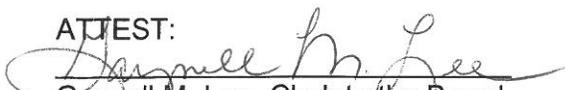
NOW, THEREFORE, BE IT RESOLVED that the Lee County Board of Commissioners understands that the original disbursement to the Airport Authority for the purchase of the Southeast Aviation Hanger, will not be repaid and that those funds are now being used by the Authority as the 10 percent match on the paving, lighting and rehabilitation project at the Airport with the Commissioners consent.

AND, BE IT FUTHER RESOLVED, that the Board of County Commissioners authorizes the additional disbursement of \$65,000 from the fund so the Airport Authority will be able to provide the full 10 percent match on the \$3,400,000 project.

Adopted this 5th day of May 2014.


Charles T. Parks, Chairman
Lee County Board of Commissioners

ATTEST:


Gaynell M. Lee, Clerk to the Board