

RESOLUTION NO 27668

A RESOLUTION AUTHORIZING THE CONSENT AND CONFIRMATION TO THE MODIFICATION AGREEMENT BETWEEN THE CITY OF CHATTANOOGA AND THE CHATTANOOGA METROPOLITAN AIRPORT AUTHORITY.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CHATTANOOGA, TENNESSEE, that it is hereby authorizing the Consent and Confirmation to the Modification Agreement between the City of Chattanooga and the Chattanooga Metropolitan Airport Authority.

This modification allows for the reduction of the interest rate paid on existing debt of \$5.2 million from 3.54% to 2.95% and will result in an annual savings of \$16,344.60. The interest rate is subject to market conditions and will not be set until seven (7) days prior to the closing, and the payment amount will change based on the actual interest rate.

This approval is required because the existing debt is supported by a City Service Agreement in which the City has agreed to make payments equal to any shortfall between available funds of the airport and the required payment.

ADOPTED: October 8, 2013.

/mms