

City of Billings, Montana
(the "City")

Recovery Zone Facility Bond Application Form

A. Applicant Information

- 1. Applicant Name City of Billings Logan International Airport
- 2. Address 1901 Terminal Circle, Room 216
- 3. Phone 406-657-8495
- 4. Email ploehnk@ci.billings.mt.us
- 5. Taxpayer I.D. Number 81-6001237
- 6. Contact person Kevin Ploehn, Assistant Director of Aviation and Transit
 Contact information if different from Applicant information above:

- 7. Type of entity Corporation Limited Liability Company
 Partnership Individual
 Municipal Airport

State of organization Montana

Date of organization May 29, 1928

- 8. Nature of business Municipal Airport

9. Ownership

<u>Name Of Each Owner</u>	<u>% Owned</u>	<u>Address</u>
City of Billings	100	210 N. 27th Street Billings, MT 59101

B. Project Information

1. Description of Project:
Construction of a Quick Turn Around Facility for on Airport Car Rental Concessionaires.

Project will include the construction of a 6-8 bay Detail Facility capable of holding 12-16 vehicles, a 4 bay Wash Facility equipped with power washers and wash water recycling system, a 4 to 6 vehicle fueling station, paved parking to accommodate 250 vehicles, and gravel parking to accommodate another 250 vehicles.

2. Components of Project* (check all that apply):

Acquisition of property
 New construction
 Reconstruction, renovation or improvements

*Refinancing of existing facilities not available under recovery zone facility bond rules

3. Size of facility to be constructed or renovated (sq. ft., number of rooms, floors, etc).
Approximately 9,000-10,000 square feet for the 6-8 bay Detail Facility, approximately 5,500 to 6,000 for the 4 bay Wash Facility, 4 to 6 vehicle stall fueling facility, graveled and paved areas to accommodate approximately 500 vehicles at a time, all located on 4 to 6 acres.
4. Location of Project (incl. street address and legal description) 3100 Overlook Drive
Billings, MT 59105
Airport Proper
5. Project commencement date Summer 2010
6. Estimated Project Costs:

Land Acquisition	\$0
Site Development	\$1,500,000
New Construction	\$4,000,000
Acquisition of Building	\$
Reconstruction/Renovation	\$
Equipment and Machinery	\$900,000
Furniture and Fixtures	\$
Professional Fees	\$600,000
Other (Specify):	\$
	\$
	\$
	\$
	\$
Total Project Cost	\$7,000,000

provide proper facilities for its tenants from which to efficiently operate. While the Car Rental QTA Project could be put together by the car rental concession group, it has been the Airport's experience that providing City facilities to the car rental group, results in a much cleaner transition for those times when a new successful bidder must replace one of the existing companies. The Airport first experienced transition issues with the Car Rental owned fueling system, when one of the long time car rental companies lost the bid and would not sell its share of the fueling system to the new tenant. In this highly competitive business, it is best that the Airport provide the facilities for all the car rental tenants to use.


C. City's Note to Applicant

Upon receipt of a signed Application and confirmation with Bond Counsel that the Project described in the Application is eligible for financing under the American Recovery and Reinvestment Act of 2009 as provided in Section 1400U-3 of the Internal Revenue Code of 1986, as amended, (the "Act") and meets the requirements of the City's Resolution NO. 09-18890 Establishing the Criteria for Financing as Recovery Zone Facility Bonds (the "City Resolution"), the City will proceed with the Application by having the City Council adopt a preliminary resolution calling for a public hearing on the Project and the issuance of the Bonds therefore (the "Project Resolution"). The Project Resolution will enable the Applicant to use proceeds of Bonds, when and if issued, to pay costs of the Project incurred after such date.

After the public hearing, if the City Council determines that the Project is in the public's best interest and satisfies the requirements of the City Resolution, it will adopt a resolution allocating authority for Recovery Zone Facility Bonds, which may be revoked if it appears that the Bonds cannot be issued by December 31, 2010.

I, the undersigned, understand that the information provided in this Application is accurate, and by said signature, accept the terms and conditions set forth in the American Recovery and Reinvestment Act of 2009 for the use of the Recovery Zone Facility Bonds.

Signed this 30 day of March 2010.



Signature

Tom Binford

Name

Director of Southwest Transit

Title