



Montana Department of Transportation

Aeronautics Division
2630 Airport Road
PO Box 200507
Helena MT 59620-0507

Jim Lynch, Director
Brian Schweitzer, Governor

LOAN RESOLUTION

RESOLUTION NO. 243

A RESOLUTION ENTITLED; "A RESOLUTION OF THE CITY OF
Stevensville, APPROVING A LOAN IN THE AMOUNT OF
\$16,250.00, TOGETHER WITH INTEREST THEREON AT THE RATE OF
1.625% PER ANNUM ON THE UNPAID BALANCE OF THE PRINCIPAL UNTIL
PAID, FROM THE AERONAUTICS DIVISION OF THE DEPARTMENT OF
TRANSPORTATION OF THE STATE OF MONTANA TO THE CITY OF
Stevensville, FOR THE PURPOSE OF: airport improvements
as described in the enabling loan and
grant application

AT THE Stevensville AIRPORT, LOCATED IN Stevensville
MONTANA, PROVIDING FOR THE REPAYMENT OF LOAN, AND THE TERMS
THEREOF,"

WHEREAS, the City of Stevensville, hereinafter known as "SPONSOR",
has approval from the Aeronautics Division of the Department of Transportation of the State of
Montana, hereafter known as "DIVISION", for a loan of State funds in the amount of
\$16,250.00 together with interest thereon at the rate of 1.625% per annum of
the unpaid balance of the principal until paid, for the purpose of Airport Improvements described
above.

The DIVISION, has prescribed the terms and conditions under which loan is to be repaid,
to wit: Said sum of \$16,250.00 together with interest thereon at the rate of
1.625% per annum on the unpaid balance of the principal until paid, must be repaid to the
DIVISION, in annual installments in such payment amounts and in accordance with the schedule

of repayments as set forth in the repayment schedule attached hereto and marked EXHIBIT "A".

The SPONSOR accepts such DIVISION monies and agrees to expend same upon such terms and conditions as are prescribed by the DIVISION, and in accordance with the Airport Aid Application Part Four (Representations), Part Five (Sponsor Assurances) and Part Six (Project Agreement) and by this reference incorporated herein as though fully set forth.

NOW THEREFORE, IT IS RESOLVED by the City of Stevensville, known herein as SPONSOR, as follows:


1. SPONSOR, hereby agrees to receive and expend such loan totaling \$16,250.00 for the improvements of the Stevensville Airport, located in Stevensville, Montana, in the manner and form applied for, and as approved by the DIVISION.

2. That in consideration of said loan, that SPONSOR, hereby obligates itself during the period of time as set forth in EXHIBIT "A", to repay to the DIVISION, the loan of \$16,250.00, together with interest thereon at the rate of 1.625% per annum on the unpaid balance of the principal until paid, in annual installments in accordance with EXHIBIT "A". The first of said payments, in the amount as stated in EXHIBIT "A" will be made on or before the date set forth in EXHIBIT "A", in the full amount of the loan together with interest as aforesaid; and

3.) The SPONSOR shall have the right of prepayment of the principal and interest of the loan, or any part thereof, without penalty, at any time. Any prepayment shall be applied first to interest then accrued at the time of payment and the balance of the payment shall be applied to the principal balance of the loan at the time of prepayment. Any prepayment of principal shall accordingly reduce the amount of interest to be paid on the loan. The prepayment shall not relieve the Sponsor from making the next succeeding payment installment or installment when due until the total balance of the loan is paid in full.


4.) SPONSOR, in consideration of said loan does hereby obligate itself to include within its budget for the period of time during which loan is to be repaid, sufficient funds to pay and discharge loan together with interest thereon in the amount as stated in EXHIBIT "A".

Unanimously passed and approved by the City of Stevensville, located in Ravalli County, Montana, this 13th day of April 2009.



Chairman, City Commission
or authorized representative
Mayor

Witnessed by:





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Certificate of Sponsor's Attorney

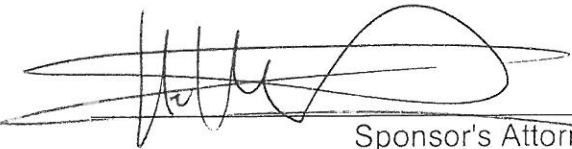
Airport Development Aid Application and Acceptance

I, Keith M. Worthington, acting as attorney for
Town of Stevensville (herein referred to as "SPONSOR")

do hereby certify:

That I have examined the Airport Aid Application and the proceedings taken by SPONSOR relating thereto, and find that the acceptance of this offer by the SPONSOR has been duly authorized and that the execution thereof is in all respects due and proper and in accordance with the laws of the State of Montana and in my opinion, the airport aid application constitutes a legal and binding obligation of the SPONSOR in accordance with the term set forth.

Dated this 13th day of April, 2009


Sponsor's Attorney