

RESOLUTION NO. 24-2017

A RESOLUTION BY THE COUNCIL OF THE CITY OF NEW PHILADELPHIA, OHIO TO AUTHORIZE THE MAYOR TO NEGOTIATE, ACCEPT AND EXECUTE THE LOAN PROPOSAL FROM THE CITIZENS BANK (ATTACHED) AND TO ACCEPT THE CONSTRUCTION BID FROM STRAITLINE STRUCTURES, INC. (ATTACHED) FOR THE CONSTRUCTION OF A 12 BAY AIRPLANE HANGAR AT HARRY CLEVER FIELD AIRPORT AND TO FURTHER ENTER INTO AND EXECUTE ALL NECESSARY DOCUMENTS REQUIRED FOR CONSTRUCTION OF THE SAME, AND DECLARING AN EMERGENCY.

WHEREAS, the City of New Philadelphia has received a loan proposal and construction bid for the construction of a 12 bay airplane hangar at Harry Clever Field Airport and desires to move forward on the construction of the same.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF NEW PHILADELPHIA, OHIO AS FOLLOWS:

SECTION 1. The Council of the City of New Philadelphia, Ohio does hereby authorize the Mayor to negotiate, accept, and execute the loan proposal from The Citizens Bank (attached) and to accept the construction bid from Straitline Structures, Inc. (attached) for the construction of a 12 bay airplane hangar at Harry Clever Field Airport and to further enter into and execute all necessary documents required for construction of the same.

SECTION 2. This Resolution is hereby declared to be an emergency measure and its immediate passage is necessary in order to preserve, protect and maintain the health, safety and welfare of the citizens of the City of New Philadelphia, Ohio.

SECTION 3. This Resolution shall take effect and be in force immediately upon its passage and approval.

PASSED: _____, 2017

SAM HITCHCOCK
PRESIDENT OF COUNCIL

ATTEST:

APPROVED:

JULIE COURTRIGHT
CLERK OF COUNCIL

MAYOR JOEL B. DAY

SPONSORED BY: SPECIAL AND CONTACT COMMITTEE

Straitline Structures, Inc.
1678 Donaldson Dr. NW
Sugarcreek, Ohio 44681
330-852-7300

November 15, 2016

HARRY CLEVER FIELD AIRPORT HANGAR
1834 E HIGH AVENUE
NEW PHILADELPHIA, OHIO 44663

RE: Cost reductions after soil testing and value engineering

Original Quote (11/3/2016)	\$ 489,237.00	
Excavation deduct (reduced topsoil removal)	500.00-	
Reduce gravel from 4" to 2" under interior concrete floor	2,400.00-	
Reduce gravel from 4" to 2" under exterior concrete approaches	750.00-	
Reduce excavation at approaches and re-seed leaving areas between approaches	200.00-	
Plain galvalume roof in lieu of painted (same 20 yr. warranty)	4,074.00-	
Deduct auto-lok latches on bifold doors, add manual locks	1,872.00-	***
Remove partitions on corner units (corner units will have additional sq. footage)	3,491.00-	
Change 6" concrete floor to 4" concrete floor (6" is unnecessary)	12,310.00-	
Eliminate frost footer at building perimeter (add thicker slab) (18" thickened slab at building perimeter will be frost resistance)	17,700.00-	
Reduce exterior concrete approaches from 6" to 4" concrete	4,800.00-	
Remove Contract Bond	6,750.00-	
Reduce labor for partitions due to removal of corner storage units	1,000.00-	
Reduce engineering costs per Diversified Engineering	800.00-	
Deduct from Electrician (change interior light fixtures to 4' three lamp LED vaportight)	2,888.00-	
Revised Estimated Cost of Hanger	\$ 429,702.00	
ADD BACK IN AUTO-LOK LATCHES	1,872.00	***
	<u>\$ 431,574.00</u>	



THE CITIZENS BANK

201 South Fourth Street
Martins Ferry, OH 43935
740.633.0445 888.275.5566
www.TheCitizensBank.com

March 27, 2017

RE: City of New Philadelphia
Harry Clever Field Airport Hanger

Dear Joel,

This letter is an expression of interest on our part and is not an approval of the loan. This does not contain all of the potential terms and conditions. All terms and conditions will be outlined in the closing documents. This is simply an outline of the potential terms and conditions which we may be able to offer. Please review this letter and let me know if what is outlined herein is acceptable to you.

Type	Term Loan
Borrower	City of New Philadelphia
Guarantor	
Amount	\$450,000
Term	240 Months
Interest Rate	2.84% Fixed for the first 60 months to then adjust at 3.099% greater than the 5 Year rate for Fixed Rate Advances from the FHLB of Cincinnati. The floor will be 2.84%
Payment	240 fully amortized monthly payments of \$2,469.06 per month *payments can be made monthly quarterly or annually
Collateral	Full Faith and backing of the City of New Philadelphia
Prepayment Penalty	5% if paid in full within the 1 st 12 months, 4% if paid in full within the 2 nd 12 months, and 3% if paid in full within the 3 rd 12 months. Decreasing 1% each year until the end of the 5 th year.
Fee	½ point minimum \$2,250

Estimated Closing Costs

Loan fee \$ 2,250

Purpose

General conditions and covenants to be met prior to closing:

Final underwriting approval

General ongoing covenants and reporting requirements

Annual Financial Statements 30 days of completion

We appreciate the opportunity to make this proposal to you and we look forward to working with you on this project.

Call me at 330.364.8888 ext 2115 should you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read 'Mark W. Shuss', with a long horizontal line extending to the right.

Mark W Shuss
Senior Commercial Banking Executive