

2004702

RESOLUTION NO. R-01-05

Forgiving Debt from Airport to City

Whereas, the City of Gadsden leased a building located at 121 North First Street and known as the CAB (Civil Aeronautics Board) Building to the University of Alabama for the Gadsden Center of the University; and

Whereas, the income from the lease of the building was placed in the Airport Fund instead of the General Fund of the City for many years; and

Whereas, when, prior to 1966, some repairs made to the Administration Building at the Airport exceeded the available funds, the City advanced \$85,404.55 to the Airport Fund to pay for the work; and

Whereas, between 1967 and 1979, the Airport spent \$289,302.00 more than it received in revenues and the City made advances to the Airport Fund in that amount; and

Whereas, payments and credits have been made over the years, including the transfer of the CAB Building pursuant to Resolution No. R-55-80, resulting in a current balance of \$241,518.82 of advances by the City to the Airport Fund; and

Whereas, the Gadsden Airport Authority now owns the Gadsden Municipal Airport and allied facilities, has stated that it does not have the income or assets to pay the debt of \$241,518.82 to the City, and has requested that the City forgive the debt in full;

Now, Therefore, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GADSDEN, ALABAMA, that the debt of \$241,518.82 from the Airport Fund to the City is hereby forgiven in full.

I certify that the City Council of Gadsden, Alabama, duly adopted this resolution at a meeting held on January 4, 2005.

Iva Nelson
Iva Nelson, City Clerk