August 8, 2012

Burlington City Council

ATTN: Joan Shannon, President

City Hall

Burlington, VT 05401

Re: 2012 Airport Revenue Bonds

Dear President Shannon:

 On behalf of the team that is working on this matter (Airport officials, Interim CAO, Bond Counsel, Counsel, Financial Advisors and Underwriters), I write to inform you of the ambitious plan and schedule that the City/Airport are working under. The plan is to secure a current refunding of revenue bonds issued on behalf of the Airport in both 1997 and 2000, representing approximately $11 million. Additionally, the plan is to permanently finance the outstanding Bond Anticipation Notes (BAN’s) that were issued on behalf of the Airport to support construction of the most recent addition to the Airport Parking Garage in the amount of approximately $12 million.

 The plan is to accomplish all necessary work in order to close on this transaction on or about December 4, 2012. In order to accomplish this, the team must complete the necessary Feasibility Report, Preliminary Official Statement and Official Statement, secure a favorable bond rating and negotiate/execute a Bond Purchase Agreement with the Underwriters. Although the schedule is very ambitious, the team believes that given the favorable interest rates now prevailing and the positive operating results at the Airport in the last two years, the effort is very much worth pursuing.

 On the present schedule, we expect to be before the rating agencies the first week in November. We also would like to let you know in advance that because we are anticipating a pricing date near Thanksgiving, it is our present intent to structure the authorizations such that we receive from the City Council authorization to proceed on the basis of a maximum bond size and not to exceed interest rate, but then to ask the Council to delegate to the Mayor the final approvals necessary within the parameters the Council has established. It is the expectation that we will be before the City Council for this purpose in early to mid-November.

 We will be prepared to answer any questions the Council may have about this plan and schedule at the meeting on Monday. However, we felt it desirable to inform the Council of the effort and the approvals we will be soliciting so that all members can be aware of the effort that is being undertaken.

Thank you in advance for your anticipated consideration and approval of this plan and schedule.

Very truly yours,

Paul Sisson,

Interim Chief Administrative Officer

c: Mayor Miro Weinberger

 Eugene Richards, Interim Director of Aviation

 Thomas Melloni, Esq., Bond Counsel

 Joseph E. McNeil, Esq., Counsel

 Michael Wheet, Esq., Frasca & Associates

 Robert McEwing, Director of Planning

 Tamara Gagne, Director of Finance

 Richard Goodwin, Assistant CAO

 Kenneth A. Schatz, City Attorney

 Eileen Blackwood, City Attorney

City Council Members

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