

**EXHIBIT A
TO RESOLUTION**

PROPOSAL OF REGIONS CAPITAL ADVANTAGE, INC.

REGIONS CAPITAL ADVANTAGE, INC.

April 6, 2020

Matthew Lue, Finance Director
City of Columbia
701 East Broadway
Columbia, Missouri 65205

James Prichard, Senior Vice President
Columbia Capital Management, LLC
6330 Lamar Avenue
Overland Park, Kansas 66202

Reference: Up to \$14,500,000 Non-Bank Qualified Term Loan (the "Loan")

Dear Mr. Lue and Mr. Prichard:

Regions Capital Advantage, Inc. (the "Lender") is pleased to furnish this Term Sheet (this "Term Sheet") to the City of Columbia, Missouri (the "Borrower"). This Term Sheet contains an outline of suggested terms only, and it does not represent a commitment by the Lender or create any obligation whatsoever on the Lender's part. It is for discussion purposes only, and the outlined terms have not received final approval by the appropriate lending authorities within Regions Capital Advantage, Inc.

Borrower: City of Columbia, Missouri

Lender: Regions Capital Advantage, Inc.

Role of Lender: The Lender and its representatives are not registered municipal advisors and do not provide advice to municipal entities or obligated persons with respect to municipal financial products or the issuance of municipal securities (including regarding the structure, timing, terms and similar matters concerning municipal financial products or municipal securities issuances) or engage in the solicitation of municipal entities or obligated persons for the provision by non-affiliated persons of municipal advisory services and/or investment advisory services. With respect to this Term Sheet and any other information, materials or communications provided by the Lender: (a) the Lender and its representatives are not recommending an action to any municipal entity or obligated person; (b) the Lender and its representatives are not acting as an advisor to any municipal entity or obligated person and do not owe a fiduciary duty pursuant to Section 15B of the Securities Exchange Act of 1934 to any municipal entity or obligated person with respect to this Term Sheet, any information, materials or communications; (c) the Lender and its representatives are acting for their own interests; and (d) the Borrower has been informed that the Borrower should discuss this Term Sheet and any such other information, materials or communications with any and all internal and external advisors and experts that the Borrower deems appropriate before acting on this Term Sheet or any such other information, materials or communications.

REGIONS CAPITAL ADVANTAGE, INC.

Privately Negotiated Loan: The Borrower acknowledges and agrees that the Lender is purchasing the Debt Instrument (as hereinafter defined) in evidence of a privately negotiated loan and in that connection the Debt Instrument shall not be (i) assigned a separate rating by any municipal securities rating agency, (ii) registered with The Depository Trust Company or any other securities depository, (iii) issued pursuant to any type of offering document or official statement or (iv) assigned a CUSIP number by Standard & Poor's CUSIP Service.

Purpose: The proceeds of the Loan will be used to finance the construction of a new terminal building and other improvements, renovations, upgrades and projects at Columbia Regional Airport, Columbia, Missouri as well as fund costs of issuance (collectively, the "Project").

Loan Amount: Up to \$14,500,000.

Structure: Non-Bank Qualified Tax-Exempt Term Loan evidenced by a promissory note, bond or other debt instrument (the "Debt Instrument").

Interest Rate: The Loan is a Tax-Exempt, Non-Bank Qualified Loan. The Loan is subject to Alternative Minimum Tax ("AMT").

The Loan will bear interest at a fixed rate per annum of ____% through the maturity date. The aforementioned interest rate assumes a closing date on or before May 6, 2020. This rate is offered for illustrative purposes only and does not constitute a commitment by the Lender to lend at the indicative rate. The actual initial fixed rate for the Loan may be higher or lower depending on market conditions at the time the Loan is closed.

Default Rate: The interest rate otherwise applicable to the Debt Instrument plus 5%.

Repayment: Interest will be payable semi-annually (calculated on the basis of a 30 day month and a 360 day year) on each April 1 and October 1, commencing October 1, 2020. Annual principal payments will be payable each October 1, commencing October 1, 2021. Graduated principal payments due as set forth in Exhibit A. All payments are due on the same calendar day of the month.

Maturity Date: October 1, 2034. Maturity date must fall on a payment due date.

Prepayment: The Borrower may not prepay any part of the principal balance through October 1, 2028. After October 1, 2028, the Borrower may prepay all or any part of the principal balance of the Loan, on not less than 10 days' written notice, with no penalty. The Borrower's notice of its intent to prepay shall be irrevocable. The Borrower agrees that its payment shall not in any way reduce, affect, or impair any other obligation of the Borrower under the Loan. All partial prepayments of principal shall be applied in the inverse order of maturities or sinking fund redemption date.

REGIONS CAPITAL ADVANTAGE, INC.

Other Fees, Costs and Expenses: The Borrower will be responsible for all out-of-pocket fees, costs and expenses of the Lender (including, without limitation, counsel fees and expenses and costs associated with lien searches and recordation, if any) incurred in connection with the negotiation, execution, delivery, administration and enforcement of the Loan (the "Loan Documents"). In consideration of the undertakings of the Lender hereunder, and recognizing that in connection herewith the Lender will be incurring such fees, costs and expenses, the Borrower agrees to reimburse the Lender for all such fees, costs and expenses, regardless of whether, or to what extent, any of the transactions contemplated hereby are consummated. Lender's Counsel fees are not to exceed \$5,000 assuming the Borrower's Bond Counsel will prepare all Loan Documents.

Security: The Loan will constitute a special obligation of the Borrower payable solely from amounts appropriated in each of the Borrower's fiscal years (1) out of the income and revenues of the Borrower provided for such fiscal year plus (2) any unencumbered balances from previous fiscal years.

Determination of Taxability: Upon the occurrence of a Determination of Taxability of the Loan, caused by an action or inaction of the Borrower, the Borrower agrees: (i) the rate of interest on the Loan will be increased to a rate providing an after-tax yield on the then outstanding principal amount of the Loan at least equal to the after-tax yield the Lender could have received if a Determination of Taxability had not occurred (the "Taxable Rate"); (ii) to pay to the Lender on demand an amount equal to the difference between (1) the amount of interest that would have been paid to the Lender from the date on which interest on the Loan is first included in the gross income of the Lender for Federal income tax purposes to and including the date of the Determination of Taxability, had the Loan borne interest at the Taxable Rate during such period, and (2) the amount of interest actually paid to the Lender during such period, and (iii) to pay to the Lender on demand, any interest, penalties or charges owed by the Lender as a result of interest on the Loan becoming included in the gross income of the Lender, together with any and all attorneys' fees, court costs, or other out-of-pocket costs incurred by the Lender in connection therewith. The taxable equivalent rate is ____%.

Representations and Warranties: Usual and customary for this type of financing.

REGIONS CAPITAL ADVANTAGE, INC.

Covenants: Usual and customary for this type of financing, including but not limited to the following:

- (1) The Borrower shall deliver to the Lender, to the extent not available on the Borrower's website, and upon written request by the Lender, in form and substance satisfactory to the Lender, audited financial statements by March 31 after the end of each of the Borrower's fiscal years,
- (2) The Borrower shall deliver to the Lender, to the extent not available on the Borrower's website, and upon written request by the Lender, in form and substance satisfactory to the Lender, annual budget for the succeeding fiscal year prior to commencement of each of the Borrower's fiscal years; and
- (3) The Borrower agrees to immediately, and not more than 10 business days following the occurrence of an event of default or an event of nonappropriation with respect to the Loan or the Debt Instrument, post notice of the occurrence of such event of default or event of nonappropriation on EMMA, and to provide the Lender with evidence of such posting.

Events of Default: Usual and customary, including but not limited to the following:

- (1) The Borrower fails to pay when due any fee or expense payable under the Loan Documents; and
- (2) Default shall be made by the Borrower in performance or observance of any of the other covenants, agreements or conditions on its part in the Loan Documents, and such default shall continue for a period of 30 days after written notice thereof to the Borrower by the Lender.

Event of Nonappropriation: Failure by the Borrower to appropriate for any fee or expense payable under the Loan Documents in any of the Borrower's Fiscal Years.

Remedies upon Event of Default or Nonappropriation: The Lender shall have all of the rights and remedies set forth in the Loan Documents, and available at law and in equity, for the enforcement thereof including, but not limited to, acceleration of principal. Any acceleration right shall be subject to appropriation and only applicable to the current fiscal year's payment. Additionally, upon the occurrence of an event of default or an event of nonappropriation the Default Rate shall apply to the Loan. Notwithstanding anything contained herein, an Event of Nonappropriation shall not constitute an Event of Default under the Loan Documents.

REGIONS CAPITAL ADVANTAGE, INC.

Legal Opinions: As an additional condition precedent to the Lender making the Loan, the Borrower shall provide, among other things, the following opinions to the Lender:

an opinion of bond counsel in form and substance satisfactory to the Lender and its counsel in all respects, which shall include opinions to the effect that (a) the Borrower has the authority under the laws of the State of Missouri to issue the Debt Instrument and execute and deliver the Loan Documents, (b) that the Debt Instrument has been duly issued and each of the Debt Instrument and the other Loan Documents to which the Borrower is a party has been duly authorized, executed and delivered by the Borrower, (c) that each of the Debt Instrument and the other Loan Documents to which the Borrower is a party is a valid and binding obligation of the Borrower, duly enforceable in accordance with its terms, (d) that interest on the Debt Instrument is (i) excludable from gross income of the holders thereof for federal income tax purposes and (ii) is exempt from present income taxation in the State of Missouri.

Transfer Provisions: The Lender shall maintain the right to transfer and/or assign, in whole or in part, its rights hereunder, the Debt Instrument and/or the Loan, or, in either case, any interest therein, in its sole and absolute discretion. The Lender agrees that in the event of any transfer of the Bonds it will only transfer the Bonds to an entity that is an “accredited investor” as defined in Regulation D under the Securities Act of 1933 and/or a “qualified institutional buyer” as defined in Rule 144A promulgated under the Securities Act of 1933. The Borrower may not assign its rights hereunder or under any of the Loan Documents to any person without the prior written consent of the Lender. The Lender will agree in the Loan Documents to comply with any and all applicable state and federal laws in any assignment or transfer of the Bonds or the Loan Documents.

Disclaimer: This Term Sheet describes some of the basic terms and conditions proposed to be included in the documents between the Lender and the Borrower. This Term Sheet does not purport to summarize all the conditions, covenants, representations, warranties, assignments, events of default, cross default, acceleration events, remedies or other provisions that may be contained in documents required to consummate this financing.

US Patriot Act: The Borrower represents and warrants to the Lender that neither it nor any of its principals, shareholders, members, partners, or Affiliates, as applicable, is a Person named as a Specially Designated National and Blocked Person (as defined in Presidential Executive Order 13224) and that it is not acting, directly or indirectly, for or on behalf of any such person. The Authority further represents and warrants to the Lender that the Borrower and its principals, shareholders, members, partners, or Affiliates, as applicable, are not directly or indirectly, engaged in, nor facilitating, the transactions contemplated by this transaction on behalf of any Person named as a Specially Designated National and Blocked Person.

Confidentiality: The Borrower acknowledges and agrees that this Term Sheet and the information set forth herein is confidential and proprietary, and further agrees to keep this Term Sheet and the information set forth herein CONFIDENTIAL. The Borrower shall not disclose this Term Sheet or any of its material terms to anyone, without the prior written consent of the Lender in each instance, except as such disclosure is required by law or regulation or as a result of any legal or administrative procedure.

REGIONS CAPITAL ADVANTAGE, INC.

Loan vs. Security: The Lender will acquire the Debt Instrument as evidence of the Loan. In accordance therewith the Lender will want the closing documents and the Loan Documents to reflect that the Lender is acting as a lender and not an investor and accordingly, the Lender may request certain changes to make sure the closing documentation is consistent herewith.

Governing Law: State of Missouri

Thank you for providing the Lender with this opportunity to be involved in a financial partnership with the Borrower. The Lender is willing to discuss the terms reflected herein through April 7, 2020. After such date, terms, conditions and pricing may change based on prevailing market conditions and further discussion will be at Lender's sole discretion. We are grateful for your consideration and remain available to promptly respond to any questions that you may have regarding this document. We look forward to hearing from you.

REGIONS CAPITAL ADVANTAGE, INC.

EXHIBIT A

Estimated Principal Repayment Schedule

<u>Date</u>	<u>Principal</u>	
10/1/2021	\$ 470,000	
10/1/2022	480,000	
10/1/2023	495,000	
10/1/2024	510,000	
10/1/2025	1,105,000	
10/1/2026	1,125,000	
10/1/2027	1,150,000	
10/1/2028	1,185,000	
10/1/2029	1,210,000	
10/1/2030	1,235,000	
10/1/2031	1,265,000	
10/1/2032	1,290,000	
10/1/2033	1,320,000	
10/1/2034	1,310,000	
	\$14,150,000.00	
Amortization is subject to change.		

REGIONS CAPITAL ADVANTAGE, INC.

EXHIBIT B

In the event Borrower requests Lender to move forward with the approval process after discussion of the aforementioned terms and conditions contained in the Term Sheet, Borrower agrees to reimburse Lender on demand for all out of pocket expenses incurred by Lender if the transaction fails to close for any reason other than Lender's decision not to approve the transaction. Such expenses shall include, but not be limited to, legal expenses incurred by Lender.

ACCEPTANCE:

Borrower does hereby agree to all provisions contained in Exhibit B.

Borrower Signature:

CITY OF COLUMBIA, MISSOURI

By: _____

Name: _____

Title: _____