

Airport Loan Program

The Airport Loan Program allows a publicly owned airport to borrow up to \$100,000 for airport-related projects. Established annually by the Michigan Department of Treasury, the interest rate on new loans in 2023 was 4.0 percent. Repayment is scheduled in yearly installments over a maximum 10-year period. Loans are often used by sponsors for their local match obligation in capital improvement projects. However, a loan may not exceed 90 percent of the sponsor's match of the overall project cost.

Status of Projects:

Information on all current outstanding loan contracts funded under the program is provided on the chart below. All loans remain in good standing.

Loans Outstanding:

At the beginning of FY 2022, outstanding loans amounted to \$166,072.91. Interest received on outstanding loans totaled \$3,885.78. No new loans were disbursed in FY 2023. The outstanding loan balance was \$59,299.09 at the end of FY 2023.

Status of Active Airport Loan Agreements as of December 28, 2023					
Airport	FY	Loan Amount	Amount Dispersed	Principal Repaid	Principal Remaining
Beaver Island Airport (SJX)	2013	\$100,000.00	\$100,000.00	\$87,885.88	\$12,114.12
Branch County Memorial Airport (OEB)	2019	\$100,000.00	\$62,711.35	\$15,526.38	\$11,165.26
		\$200,000.00	\$162,711.35	\$103,412.26	
Total Loans Outstanding					\$59,299.09