

**JEKYLL ISLAND AUTHORITY
PRIVATE REVITALIZATION PARTNER RFP-244
QUESTIONS AND ANSWERS #3
July 27, 2007**

As per the RFP, the deadline for submitting questions was 5:00 p.m. July 23, 2007. Presented below is the Authority's response to questions received from prospective proposers by the deadline:

- 1. WHAT IS THE JEKYLL ISLAND AUTHORITY'S ESTIMATE OF CAPACITY FOR SEWER AND UTILITY INFRASTRUCTURE? IF THE INFRASTRUCTURE IS NOT ADEQUATE FOR THE PROPOSED FUTURE DEVELOPMENT WHAT ARE THE AUTHORITY'S CURRENT PLANS, IF ANY, TO INCREASE CAPACITY?**

Information on current utility capacity was presented in the responses to the questions from the June 25th proposers meeting. Please refer to the Authority's web site for this information (jekyllisland.com). As indicated in the initial response to questions, we estimate there is capacity to support the creation of up to 1,000 additional hotel rooms. The Authority does not have at this time any plans to add infrastructure capacity.

- 2. ON PAGE 17 OF THE DATA BOOK, NET REVENUES MINUS TOTAL EXPENSES IN EACH OF THE YEARS SHOWN IS GREATER THAN OPERATING INCOME SHOWN BY APPROXIMATELY \$840,000 PER YEAR. WHAT EXPLAINS THIS DIFFERENCE?**

The operating income reported on the schedule on page 17 of the Data Book is before interest expenses and depreciation, which accounts for the difference. The footnote defining operating income was inadvertently left off the schedule.

- 3. DOES THE JEKYLL ISLAND AUTHORITY HAVE ANY EXISTING DEBT?**

Yes, \$3,976,741.70 as of 6/30/07, which represents Bond repayments for improvements to the Convention Center and Summer Waves water park. The balance of debt service payments made through the Ga. Dept. of Natural Resources are as follows:

	<u>Payment</u>	<u>Balance</u>
2007		\$3,976,741.71
2008	\$685,419.25	\$3,444,730.00
2009	\$579,346.00	\$2,981,744.00
2010	\$579,346.00	\$2,489,854.00
2011	\$579,346.00	\$1,969,482.00
2012	\$579,346.00	\$1,429,839.00
2013	\$579,346.00	\$ 875,080.00
2014	\$579,346.00	\$ 304,118.00
2015	\$304,118.00	\$ 0.00