

December 16, 2020

Board of Selectmen Town of Owls Head 224 Ash Point Drive Owls Head, ME 04854

Re: Notice of Termination under Section 3. a. of Interlocal Agreement

Dear Chair Von Malder and Selectmen Post and Page:

We are writing to inform you that at its December 8, 2020 meeting, the Knox County Commissioners voted, by a 3-0 vote, to give notice of termination on behalf of Knox County to the Town of Owls Head under Section 3. a. of the "Interlocal Agreement Between the County of Knox and the Town of Owls Head for Restricting the Growth of the Knox County Regional Airport and Locating Environmental Mitigation Projects" dated April 23, 2001 (the "Interlocal Agreement").

The Commissioners had hoped that the County and the Town would be able to approve the amended interlocal agreement that the Commissioners and Board of Selectmen had negotiated in good faith and had mutually agreed upon well before the June 1, 2021 expiration of the current Interlocal Agreement so that notice of termination would not be necessary. However, because the County cannot allow the current Interlocal Agreement to automatically renew due to Federal Aviation Administration regulations and concerns and the language of Airport grant agreements, and because the County must give at least 90 days' notice of termination to the Town prior to the June 1, 2021 expiration date to prevent renewal. Because the Town meeting at which the amended interlocal agreement will be considered has been postponed until April, 2021, the Knox County Commissioners hereby provide the Town of Owls Head, through its Board of Selectmen, with notice of termination under Section 3. at of the Interlocal Agreement, so that the Interlocal Agreement will expire on June 1, 2021 and will not be extended or renewed for any additional period of time.

The Commissioners value and want to maintain a good and positive working relationship with the Town of Owls Head — the host community for the majority of the Knox County Regional Airport property, and we stand ready to approve and enter into the amended interlocal agreement negotiated with the Town's Board of Selectmen upon its approval by the Owls Head voters.

By the Knox County Commissioners

Sharyn L. Pohlman, Chair - Commissioner, District #3

Andrew L. Hart, County Administrator E-mail:ahart@knoxcountymaine.gov

Knox County Commission

Parent, Jr. - Commissioner, District #2

Dorothy G. Meriwether - Commissioner, District #1

Andrew L. Hart, Knox County Administrator cc:

Jeremy Shaw, Airport Manager, Knox County Regional Airport