Report Under Section 4026(b)(1)(C) of the CARES Act on
Loans to Air Carriers, Eligible Businesses, and National Security Businesses

August 1, 2021

Program Description

Section 4003 of the Coronavirus Aid, Relief and Economic Security Act (CARES Act) authorized the Treasury Department to make loans, loan guarantees, and other investments to provide liquidity to eligible businesses related to losses incurred as a result of coronavirus.

The CARES Act provided:

(1) up to $25 billion for loans and loan guarantees for passenger air carriers; eligible businesses that are certified under 14 CFR part 145 and approved to perform inspection, repair, replace, or overhaul services; and ticket agents (as defined in 49 U.S.C. § 40102);
(2) up to $4 billion for loans and loan guarantees for cargo air carriers; and
(3) up to $17 billion for loans and loan guarantees for businesses critical to maintaining national security.

A loan or loan guarantee under section 4003 was authorized to be made in such form and on such terms and conditions and contain such covenants, representations, warranties, and requirements as the Treasury Secretary determined appropriate. However, the CARES Act specified a number of requirements applicable to these loans. Among other requirements under the statute, borrowers were required to agree to maintain employment levels as of March 24, 2020 to the extent practicable, and in any case not reduce their employment levels by more than 10 percent from the levels on such date, until September 30, 2020. Borrowers were also required to agree to certain restrictions on employee compensation; agree not to repurchase stock, except to the extent required under a contractual obligation in effect as of March 27, 2020; and agree not to pay dividends or make other capital distributions with respect to the borrower's common stock until 12 months after the loan has been repaid.

In addition, the CARES Act required that Treasury receive a warrant or equity instrument in the borrower if the borrower was a public company (unless Treasury determined that the issuance of warrants or equity was infeasible, in which case the company was required to provide a senior debt instrument), or a warrant, equity instrument, or senior debt instrument if the borrower was a private company, to compensate taxpayers.

Reporting Requirements

The CARES Act requires Treasury to make a number of disclosures regarding its loans and loan guarantees under section 4003 of the CARES Act:

(1) under section 4026(a) of the CARES Act, not later than 72 hours after any transaction under section 4003(b)(1), (2), or (3) of the CARES Act, Treasury must publish on its website a description of the transaction, certain transaction terms, and transaction documentation;
(2) under section 4026(b)(1)(A) of the CARES Act, not later than seven days after any loan or loan guarantee under section 4003(b)(1), (2), or (3), Treasury must submit to Congress a report summarizing the actions taken under those provisions and certain related financial information;
(3) under section 4026(b)(1)(B) of the CARES Act, not later than seven days after delivering the report to Congress described above, Treasury must publish the report on its website; and
(4) under section 4026(b)(1)(C) of the CARES Act, every 30 days while a loan or loan guarantee under section 4003(b)(1), (2), or (3) is outstanding, Treasury must publish on its website a report summarizing its reports to Congress described above.

Treasury has published the information and reports described above on its website at https://home.treasury.gov/policy-issues/cares/preserving-jobs-for-american-industry/loans-to-air-carriers-eligible-businesses-and-national-security-businesses.

Current Report

This report summarizes information about transactions under sections 4003(b)(1), (2), and (3) of the CARES Act. This report reflects 28 outstanding loans and seven loans that have been repaid in full.

(*See next page*)

DETAILED FINANCIAL STATEMENT

Borrower Name	Borrower Type[1]	City[2]	State[2]	Date of Loan Agreement	Maturity Date	Total Authorized Loan Amount	Disbursements[3]	Total Outstanding Loan Amount[4]	Total Repaid Loan Principal	Cash Interest Receipts
Aero Hydraulics, Inc.	Repair Station Operator	Fayetteville	GA	10/26/2020	10/24/2025	$450,000	$450,000	$476,016	$0	$0
Alaska Airlines, Inc.[5]	Passenger Air Carrier	Seattle	WA	9/28/2020 (amended 10/3/2020 and 1/15/2021)	9/26/2025	$1,928,000,000	$135,000,000	$0	$135,000,000	$2,538,900
Allflight Corporation	Repair Station Operator	Kent	WA	11/5/2020	11/5/2025	$4,721,260	$4,721,260	$4,721,260	$0	$182,862
American Airlines, Inc.[6]	Passenger Air Carrier	Fort Worth	TX	9/25/2020 (amended 10/21/2020 and 1/15/2021)	6/30/2025	$7,500,000,000	$550,000,000	$0	$550,000,000	$10,257,500
American Jet International Corporation	Passenger Air Carrier	Houston	TX	11/5/2020	11/5/2025	$1,162,124	$1,162,124	$1,162,124	$0	$45,667
Aviation Management & Repairs, Inc.	Repair Station Operator	Fort Pierce	FL	11/5/2020	11/5/2025	$4,026,705	$4,026,705	$4,085,433	$100,000	$0
Bristin Travel, LLC	Ticket Agent	Fayetteville	AR	10/26/2020	10/24/2025	$549,651	$549,651	$564,244	$0	$9,320
Caribbean Sun Airlines, Inc.[7]	Passenger Air Carrier	Virginia Gardens	FL	11/5/2020 (amended 12/7/2020)	11/5/2025	$6,768,749	$6,768,749	$7,010,424	$0	$0
Channel Logistics, LLC	National Security	Camden	NJ	11/12/2020	11/12/2025	$2,500,000	$2,500,000	$2,500,000	$0	$100,078
Core Avionics & Industrial, Inc.[8]	National Security	Tampa	FL	11/5/2020	11/5/2025	$6,000,000	$6,000,000	$5,331,743	$800,000	$188,933

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Eastern Airlines, LLC	Passenger Air Carrier	Wayne	PA	10/28/2020	10/28/2025	$15,000,000	$15,000,000	$15,651,359	$0	$0
Elite Airways, LLC[9]	Passenger Air Carrier	Portland	ME	11/9/2020 (amended 12/1/2020)	11/7/2025	$2,630,274	$2,630,274	$2,727,238	$0	$0
Frontier Airlines, Inc.[10]	Passenger Air Carrier	Denver	CO	9/28/2020 (amended 1/15/2021)	9/26/2025	$574,000,000	$150,000,000	$150,000,000	$0	$0
Hawaiian Airlines, Inc.[11]	Passenger Air Carrier	Honolulu	HI	9/25/2020 (amended 10/23/2020 and 1/15/2021)	6/28/2024	$622,000,000	$45,000,000	$0	$45,000,000	$450,450
Island Wings, Inc.	Cargo Air Carrier	Ft. Lauderdale	FL	11/5/2020	11/5/2025	$294,350	$294,350	$305,884	$0	$0
JetBlue Airways Corporation[12]	Passenger Air Carrier	Long Island City	NY	9/29/2020 (amended 11/3/2020 and 1/15/2021)	9/29/2025	$1,948,000,000	$115,000,000	$115,000,000	$0	$0
Legacy Airways, LLC	Cargo Air Carrier	Conroe	TX	10/20/2020	10/20/2025	$1,817,306	$1,817,306	$1,923,743	$0	$0
Map Large, Inc.	National Security	Atlanta	GA	11/2/2020	10/31/2025	$10,000,000	$10,000,000	$10,553,320	$0	$0
Meridian Rapid Defense Group, LLC	National Security	Pasadena	CA	10/30/2020	10/30/2025	$7,100,000	$7,100,000	$7,415,707	$0	$79,019

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Mesa Airlines, Inc.[13]	Passenger Air Carrier	Phoenix	AZ	10/30/2020	10/30/2025	$195,000,000	$195,000,000	$199,382,778	$0	$0
Ovation Travel Group, Inc.[14]	Ticket Agent	New York	NY	10/15/2020	10/15/2025	$20,000,000	$20,000,000	$0	$20,294,156	$181,881
oVio Technologies, Inc.	National Security	Newport Beach	CA	11/2/2020	10/31/2025	$1,186,900	$1,186,900	$1,252,574	$0	$0
Republic Airways, Inc.[15]	Passenger Air Carrier	Indianapolis	IN	11/6/2020	11/6/2025	$58,000,000	$58,000,000	$58,000,000	$0	$1,114,905
Semahtronix, LLC	National Security	Flippin	AR	11/13/2020	11/13/2025	$1,999,100	$1,999,100	$2,077,805	$0	$0
Semantic AI, Inc	National Security	San Diego	CA	11/13/2020	11/13/2025	$506,300	$506,300	$526,722	$0	$0
SkyWest Airlines, Inc.[16]	Passenger Air Carrier	St George	UT	9/29/2020 (amended 10/28/2020 and 1/15/2021)	9/29/2025	$725,000,000	$60,000,000	$0	$60,000,000	$1,196,767
Southern Airways Express, LLC	Passenger Air Carrier	Pompano Beach	FL	10/28/2020	10/28/2025	$1,838,501	$1,838,501	$1,838,501	$0	$78,745
SpinLaunch, Inc	National Security	Long Beach	CA	11/13/2020	11/13/2025	$2,519,200	$2,519,200	$2,519,200	$0	$98,025

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Sun Country, Inc.[17]	Passenger Air Carrier	Minneapolis	MN	10/26/2020	10/24/2025	$45,000,000	$45,000,000	$0	$46,182,421	$77,125
Thomas Global Systems, LLC	Repair Station Operator	Irvine	CA	11/9/2020	11/7/2025	$1,400,000	$1,400,000	$1,455,670	$0	$0
Timco Engine Center, Inc.	Repair Station Operator	Oscoda	MI	11/5/2020	11/5/2025	$8,390,240	$8,390,240	$8,723,874	$0	$0
United Airlines, Inc.[18]	Passenger Air Carrier	Chicago	IL	9/28/2020 (amended 11/6/2020, 12/8/2020, and 1/15/2021)	9/26/2025	$7,491,000,000	$520,000,000	$0	$520,000,000	$9,517,733
Visual Semantics, Inc.	National Security	Austin	TX	10/30/2020	10/30/2025	$1,053,200	$1,053,200	$1,100,031	$0	$11,722
Wiser Imagery Services, LLC	National Security	Murfreesboro	TN	10/30/2020	10/30/2025	$3,069,700	$3,069,700	$3,241,880	$0	$0
Yellow Corporation[19]	National Security	Overland Park	KS	7/7/2020	9/30/2024	$700,000,000	$700,000,000	$708,815,973	$230	$10,551,677
TOTAL						**$21,890,983,560**	**$2,677,983,560**	**$1,318,363,503**	**$1,377,376,806**	**$36,681,309**

Note: Data are as of the date of this report.

Footnotes

1. Only certain categories of entities were eligible to receive loans under sections 4003(b)(1), (2), and (3) of the CARES Act. Under those provisions, a borrower must be a passenger air carrier; a business that is certified under 14 CFR part 145 and approved to perform inspection, repair, replace, or overhaul services; a ticket agent (as defined in 49 U.S.C. 40102); a cargo air carrier; or a business critical to maintaining national security.
2. The locations provided are the addresses included by the borrowers in their applications and may not indicate all locations in which a borrower operates.
3. “Disbursements” includes all loan disbursements.
4. “Total Outstanding Loan Amount” includes all loan disbursements and increases of loan principal amount arising from payment-in-kind (PIK) interest, less any repayments of principal.
5. Alaska Airlines, Inc. entered into a loan agreement for up to $1.301 billion on September 28, 2020, an amendment on October 30, 2020, increasing the maximum loan amount by $627 million, and an additional amendment on January 15, 2021, extending the termination date for Treasury’s commitment to May 28, 2021. Alaska Airlines, Inc. paid in full all outstanding principal and interest on June 3, 2021.
6. American Airlines, Inc. entered into a loan agreement for up to $5.477 billion on September 25, 2020, an amendment on October 21, 2020, increasing the maximum loan amount by $2.023 billion, and an additional amendment on January 15, 2021, extending the termination date for Treasury’s commitment to May 28, 2021. American Airlines, Inc. paid in full all outstanding principal and interest on March 24, 2021.
7. Caribbean Sun Airlines, Inc. entered into a loan agreement for up to $15 million on November 5, 2020, and an amendment on December 7, 2020, extending the termination date for Treasury’s commitment to December 7, 2020, and decreasing the maximum loan amount by $8,231,251.
8. Core Avionics & Industrial, Inc. repaid $800,000 in principal on June 8, 2021.
9. Elite Airways, LLC entered into a loan agreement for up to $2,630,274 on November 9, 2020, and an amendment on December 1, 2020, extending the termination date for Treasury’s commitment to December 1, 2020.
10. Frontier Airlines, Inc. entered into a loan agreement for up to $574 million on September 28, 2020 and an amendment on January 15, 2021, extending the termination date for Treasury’s commitment to May 28, 2021.
11. Hawaiian Airlines entered into a loan agreement for up to $420 million on September 25, 2020, an amendment on October 23, 2020, increasing the maximum loan amount by $202 million, and an additional amendment on January 15, 2021, extending the termination date for Treasury’s commitment to May 28, 2021. Hawaiian Airlines, Inc. paid in full all principal and interest on February 4, 2021.
12. JetBlue Airways Corporation entered into a loan agreement for up to $1.14 billion on September 29, 2020, an amendment on November 3, 2020, increasing the maximum loan amount by $808 million, and an additional amendment on January 15, 2021, extending the termination date for Treasury’s commitment to May 28, 2021.
13. Mesa Airlines, Inc. entered into a loan agreement for up to $200 million on October 30, 2020, and elected to draw $43 million on October 30, 2020, and $152 million on November 13, 2020.
14. Ovation Travel Group, Inc. paid in full all outstanding principal and interest on January 21, 2021.
15. Republic Airlines, Inc. entered into a loan agreement for up to $77 million on November 6, 2020, and elected to draw $58 million on December 7, 2020.
16. SkyWest Airlines, Inc. entered into a loan agreement for up to $573 million on September 29, 2020, an amendment on October 28, 2020, increasing the maximum loan amount by $152 million, and an additional amendment on January 15, 2021, extending the termination date for Treasury’s commitment to May 28, 2021. SkyWest Airlines, Inc. paid in full all outstanding principal and interest on May 10, 2021.
17. Sun Country, Inc. paid in full all outstanding principal and interest on March 24, 2021.
18. United Airlines, Inc. entered into a loan agreement for up to $5.17 billion on September 28, 2020, an amendment on November 6, 2020, increasing the maximum loan amount by $2.33 billion, an amendment on December 8, 2020, reducing the maximum loan amount by $9 million, and an additional amendment on January 15, 2021, extending the termination date for Treasury’s commitment to May 28, 2021. United Airlines paid in full all outstanding principal and interest on April 20, 2021.
19. It was announced on February 4, 2021 that YRC Worldwide, Inc. had changed its name to Yellow Corporation. Yellow Corporation repaid $230 in principal on June 13, 2021.