



## **SAN ANGELO REGIONAL AIRPORT AIRPORT ADVISORY BOARD - OFFICIAL MINUTES**

For a meeting held Wednesday January 29, 2014 in the South Meeting Room located at  
500 Rio Concho Drive, San Angelo, Texas at 1:30 P.M.

### **Board Members Present**

Fred Key  
Sonny Sanders

Charles Powell  
David Herbert

Elizabeth Grindstaff  
Dave Dierker

### **Board Members Not Present**

Pat Nuytten

### **Others Present**

Luis Elguezabal  
Janice Crimm

Mitch Sprunger  
Bryan Kendrick

Sarah Tackett  
Jonathan Shorey  
Rebecca Shorey

## **ORDER OF BUSINESS**

### **OPEN SESSION**

Chairman Charles Powell called the meeting to order at 1:30 P.M. The January 29, 2014 minutes were unanimously approved in a motion from Mr. Sanders and seconded by Mr. Key.

Mr. Powell introduced and welcomes new member, Mr. Dave Dierker, who has replaced Mr. Bob Post. The Board would like to give thanks to Mr. Post and show our appreciation for duties well done. Mr. Dierker has a background in the telecom industry with AT&T and is now in the Lithium Battery business.

### **PUBLIC COMMENT**

Sarah Tackett, with the San Angelo Metropolitan Planning Organization wants the Board to be aware of a Transportation Needs Assessment Survey that the MPO is conducting in conjunction with ASU. The MPO is updating their 25 year planning document where there is a section on the airport that they invite the members to take the survey.

Mr. Powell closed public comments but stated that public comment will again be opened after staff presentation. Mr. Powell turned the meeting over to Mr. Elguezabal.

**Impact of departure by AMCOM from the airport**

AMCOM is the Aviation Missile Command Division of the Army that works on Apache helicopters. Due to sequestration the Army has moved that division onto military bases. This has had a big impact on the community and the Airport. We lost 60 jobs and \$165,000 in revenue. To make up the lost revenue, the airport reduced the maintenance staff equaling \$102,000 and reduced the operating budget by \$63,000. This balanced the budget to \$0.

**Discussion and Possible action of vacant AMCOM hangars**

There are two hangars open. L-3 is interested in the north hangar and is working with COSADC, Skyline Aviation is interested in the south hangar and Ranger Aviation is interested in the fuel farm that is adjacent to the South hangar.

**PUBLIC COMMENTS REOPENED**

Jonathan and Rebecca Shorey of Skyline Aviation introduced themselves to the Board and stated that they would like to propose to the Board to be able to move forward with researching the feasibility of putting an FBO facility in the South hangar. Mr. Shorey stated that they would only occupy the bottom floor that is facing the ramp area and would not occupy the second floor. They would also use the covered parking area as an entrance and a retail pilot store. The hangar space would be used for a Citation 5, to be used for a Charter Service, as well as all the FBO services. They want to expand Skyline Aviation FBO to include maintenance, Charter and Flight School.

Jimmy Bennett, manager of the San Angelo Flying Club, praised Skyline Aviation for their hospitality and facilities provided by them to the San Angelo Flying Club. Skyline is a credit to the city and to the flying club. He also said that Skyline does not have enough hangar space for their third airplane and would like to see them get more space.

Mr. Dierker wanted to know what would it take and how long to bring the hangars up to code. Mr. Elguezabal explained that the hangars will be leased as is and it will be the lessee who will need to bring the hangar up to code. Research has been done for fire suppression with foam. It would cost a little over a million dollars. This would be for the type of work L-3 wants to do. The Fire Marshal will need to speak with Mr. and Mrs. Shorey on their type of work and what needs to be done.

Mr. Powell closed public comment.

Mr. Powell went on to say that he has received information from Colonel Joyce, Wing Commander of Goodfellow Air force Base, of a meeting being held February 7, 2014, on a joint partnership between the City and the Base. At the meeting he will make it known about the Army vacating the Airport.

Mr. Elguezabal asked Chairman Powell if he could continue with the hangars as presented and Mr. Powell agreed.

### **Terminal Project Update**

The contractor is Templeton Construction, Inc. The project began January 25, 2012, with 670 days charged to the project out of 540 original contract days. Change Order No. 1, 2, 3, 4 additional days equaling 143 for a total of 670 contract days.

The project budget is \$5,925,715. The total Change Orders to date is \$316,642.60 with no change to project budget. Billed to date (gross) is \$3,561,241.62 retainage of (5%) \$178,062.08 Billed to date (less retainage) \$3,282,179.65 and is 60%, complete.

In December we submitted a major change order to the FAA and have provided them additional information. When the FAA gives us the okay on the change order, we then, will bring it forward to the City Council. This change order has caused the delay in construction. Templeton Construction is working on what they can and they will not be charged for the days waiting on this change order.

The Development Corporation Fund presented to the COSADC Board. Out of the \$500,000 allotted to the terminal, \$203,617.26 has been paid, which is 40.72% of the project and we still have a balance of \$296,382.74, 59.28%.

Completion for the terminal reconstruction pending on the change order estimates is July 2014.

### **Runway 3-21 Lighting System Update**

Mitch Sprunger stated, Runway 3-21 lighting project is 4 weeks in and has gone smoothly. Rural Electric has completed all the trenching and boring and now they are in the process of pouring concrete pads around all the light fixtures. This should be completed early next week. They will then do the light fixture installation, using traditional incandescent bulbs. The taxi way lights were replaced in 2007/2008 with LED bulbs and will not be replaced at this time. Rural Electric is ahead of schedule and anticipates completion by mid February.

### **DIRECTOR'S REPORT**

Third Quarter Statistics 2012 vs. 2013: Air Traffic down 5% from last year, due to the loss of military traffic. Fuel Flowage up by 16%, Passenger Enplanement increased by 9%, Load Factor decrease 7% due to an additional flight on Saturday.

Ms. Grindstaff stated that she and Mr. Elguezabal attended a Transportation Committee Meeting of the Chamber and was asked about our efforts to attract a second airline. She wanted to know what the community could do to increase the numbers. Mr. Elguezabal stated that he would ask the community to use their local airport rather than drive two hours to Midland or three hours to San Antonio. We have the service here and the rates are comparable. Ms. Grindstaff wanted to know when the last time there was a public awareness campaign of our flight constraints and said with spring and summer it would be time to do it again. Mr. Elguezabal explained that he had cut advertising considerably due to the loss in revenue. He asked the Board if they could direct him to other arrangements or look at other revenue. COSADC and the Chamber have partnered with us and the city; maybe they could assist us in this. Mr. Key stated that sometimes when you do a marketing awareness the media will work with you when it is for the betterment of the city. He also commented that he would work with Mr. Elguezabal on this campaign.

Mr. Herbert wanted to know what the load factor needed to be for the airlines to have a profit. Mr. Elguezabal told him it would be in the high sixties, low seventies percentile. Mr. Powell also told the Board that the Chamber has a monthly action report, Business Barometer and on that paper it has the statistics of the airport's passenger enplanements and load factor.

Continuing with the Director's Report, Mr. Elguezabal stated TSA commissioned in December a CT-80 Scanner for checked luggage. TSA now, does not have to go through every checked bag. This will reduce the work load for the TSA Officers.

FAA Annual Part-139 Inspection held on December 10-12, 2013. Mr. Elguezabal commented that we had a clean report this year. Thank you to the team in operations and the maintenance department for their efforts.

TSA Annual Part-1542 Inspection held November 12-16, 2013. Mr. Elguezabal also commented on a clean report with minor administrative corrections. Thank you to Bruce Burkett our Airport Officer and Security Coordinator with Mitch Sprunger as the alternate Security Coordinator for a job well done.

TSA is in the process of expediting screening for those passengers who qualify for Pre-Check. This pre-check is so you can move quickly through the check point by keeping shoes on and liquids in the bag. New enrollment center opened on January 27<sup>th</sup> in Houston at the UWS Enrollment Center, 1717 Turning Basin, Suite 140 & 145, Houston, TX 77029-4075. The cost is \$85.00 and is good for five years.

No action needs to be taken on Item #6. Vacant AMCOM Hangars.


**FUTURE AGENDA ITEMS**


No Future Agenda Items

The next Airport board Meetings: May 7, 2014  
July 23, 2014  
October 22, 2014

At the McNease Convention Center 500 Rio Concho Dr. at 1:30 PM

Mr. Powell thanked everyone for coming and the meeting was adjourned at 2:10 PM

  
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Luis E. Elguezabal, A.A.E.  
Airport Director

  
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Charles Powell  
Chairman