

June 14, 2016



Tullahoma Municipal Airport Authority

807 William Northern Boulevard
P.O. Box 1581
Tullahoma, TN 37388

**Meeting Attendance
June 14, 2016**

Members Present

- Dr. Don Daniel, Chairman
- Steve Worsham, Vice Chairman
- Chris Pickerell, Treasurer
- Jason Waller, Assistant Treasurer
- Paul Sirks, Secretary
- Jim Apple, Assistant Secretary
- Dr. Jim George

Other Persons Present

- Jon Glass, Airport Manager
- Alderman Ray Knowis
- Tullahoma News

Regular Meeting Minutes

Visitors: No visitors.

Note: Where motions are noted as being approved, they were unanimously approved by all Board members present unless otherwise noted.

- 1. Meeting called to order at 5:00 pm.** Jim Apple is acting Chairman in Dr. Daniel and Steve Worsham's absence.
- 2. Minutes for the May 10, 2016 meeting were approved** as written.
- 3. Public comments** – No comments.
- 4. Treasurer's report** – Board members reviewed the financial statements. Chris Pickerell reported that the part-time employee, office supplies and building maintenance line items were over budget with two weeks left in the fiscal year. Due to

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lower fuel prices the cost of goods sold line item is extremely under budget. City Hall made transfers from the cost of goods sold to cover the line items that are over budget.

5. Jon Glass presented the Airport Manager report:

CURRENT PROJECTS

Terminal Building – We are obtaining estimates to replenish the pea gravel around the terminal building.

Maintenance Contract – A \$9,286.32 reimbursement has been submitted and accepted in Blackcat. A \$8,911.32 reimbursement was received on 2/15/16. **We have \$10,888.68 remaining on the contract that will be submitted prior to July 1.**

Parish/City/ Agreement – The \$306,451.75 95/5 funded 9/27 rehabilitation project request has been submitted to the Aeronautics Division and was not approved. The first phase of the multi phase rehabilitation project request at \$100,000 with 95/5 funding has been submitted to the Aeronautics Division and was not approved. A one phase \$98,000 project request for drainage repairs was submitted to the Aeronautics Division on 1/31/14. This project request was approved on 2/24/14. A \$150,000 request has been submitted to the City to extend the runway to 3,100 feet without TAD funding. The executed grant for the \$98,000 drainage project was received on 6/4/14. Jody Baltz and Mr. Parish had a productive meeting on the extension of the runway. **The \$150,000 for the turf runway extension passed on the first reading of the FY17 budget. It requires two more readings.**

Tree Clearing Project – The tree clearing grant has a remaining balance of \$5,000.00.

General Assembly HB1147/SB982 – It is pretty clear that the amendment to this bill will pass. A Task Force in the General Assembly is being set up to determine the effects it will have on GA Airports in the State. I recommend that we do not touch our NPE (\$150,000 per year) over the next several years and save it for an emergency. Starting in the next 90 days and over the next 4 years I see drastic cuts in State funding from TAD if other sources of revenue are not found. Elimination of funding for terminals, equipment, hangars, fueling systems and landside improvements will probably start very soon. I believe the 95/5 funding will become 90/10 in the future also. Within a few years I believe funding will only exist from TAD for primary runway and taxiway pavement repair.

Project #1 – Work is complete on this project. We have \$200,000 left remaining in the ramp concrete repair project that would require a local share. An amendment request has been submitted to Blackcat. The additional concrete repair work could be completed on south end of ramp using the current Curl Construction unit prices. The signed amendment

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and \$20,000 local share were submitted for execution on 10/1/15. Curl has completed work in the south ramp hangar area. Some additional concrete milling work was included to help with drainage in front of 4 hangars. **We have an additional \$23,550 in concrete repair to be completed. We are looking at areas on Taxiway A from RWY 24 to 18 for repair. This (\$23,550) work has been completed and TAD has approved crack and seat for the remainder of the Taxiway to runway 24.**

Project #2 – This project consists of taxiway B repair by crack and seat with an asphalt overlay and grade and site work for the maintenance hangar. The Work Authorization has been signed and PDC is working on the design for the project. Four Contractors attended the pre-bid meeting and bids will be opened on 9/10/15 at 12:00 pm. Curl Construction started work on the project 10/31/15. Dirt work for the asphalt ramp and hangar pads is complete along with drainage improvements. **Work on the taxiway and asphalt ramp will resume after the hangar is complete.**

Project #3 – This project consists of taxiway lighting for taxiway B and K. It will also include electrical improvements to taxiway F, Airfield signage and ODAL's for runway 6. We are looking at the possibility of using solar powered taxiway lights. **A proposed schedule from PDC for the ODAL's project is attached for Board member review.**

Project #4 – This project consists of the ramp expansion and maintenance hangar construction. The Work Authorization for Project #2 includes the ramp expansion design work. The \$225,000.00 amendment request was entered into Blackcat on 4/10/15 and will be on the agenda for the May 21 TAC meeting. Project approval will require a \$11,250.00 local share. The \$225,000 amendment request was approved and has been sent to the TDOT Commissioner for signature. A meeting is being scheduled for July 16 at 2:00 pm with Richard Rinks to discuss the hangar. Jon Glass will attend the September 8 Planning Commission meeting for the hangar. Bids on the maintenance hangar were received on 9/30/15 and the bid tab form is included for Board member review. Sain Construction is the low bidder at \$714,400.00 however this is over the grant amount (\$61,000) with Engineer fees included. A request for an additional \$40,000 UDAG loan will be on the 11/9/15 BOMA agenda and \$21,000 in cuts have been made to the hangar. With FAA approval of the Buy America Type 3 waiver request (5 to 7 days) we will be ready to execute the contract with Sain Construction and schedule the pre-construction meeting. The hangar is being constructed with 99.66% American made steel and parts. Sain Construction has been issued a Notice to Proceed and has ordered the building. Recommend that we use the Vandy LifeFlight lease as a template for the lease on this hangar with XP Services/Sarasota Avionics. The building arrived 4/5/16 and the concrete slab has been poured. The Contractor will start on the building the week of 5/9/16. **The hangar is scheduled to be completed on July 10, presently they are 5 days behind schedule. The proposed lease is near completion and the loan amount is \$1,254.43 per month. Motion to approve lease start date of 8/1/16 at \$1,254.43 per month?**

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Project #5 – This project will consist of 9/27 turf runway drainage improvements. PDC has completed design work for this project. The work should be done at the same time that the runway is extended. Scot St John is working on a more detailed cost estimate for the Environmental work needed to extend the turf runway.

6/24 Striping and Marking – The \$100,500.00 project was entered into Blackcat on 4/10/15 and will be on the agenda for the May 21 TAC meeting. TAC approved the project and the local share amount of \$5,025.00 has been sent to TDOT along with the grant for the Commissioner's signature. The grant was executed on June 9, 2015. Project is complete and final payment has been submitted to Blackcat.

Airport Pavement Condition Report – TAD contracted with Atkins North America, Inc and Applied Research Associates, Inc to produce a report on the condition of pavements at all TN Airports. This report will guide TAD staff and the TAC in all future decisions on project requests from Airports.

NW Airfield Utility Project – Water, sewer and gas line installation is complete. TUB has completed electrical work for the area. Survey work for the road layout is complete. The contract for the access road has been awarded to Rogers Group. It is scheduled to be complete by July 1, 2016. **Rogers Group started on the project 5/2/16. The completion date is scheduled for 7/31/16.**

Select TN Site Development Grant – The City is in the process of applying for a grant for the Airpark. Proposed work includes drainage improvements, concrete repair, clearing and grubbing, signage and lighting in the amount of 500k. The application was submitted on the February 1 deadline and we should know by July 1 if we will receive the grant. **The application request was not approved but can be resubmitted for the next round of funding that is available.**

Airport Inspection – Lisa Reany and Paul Perry with TAD completed the inspection last month. We had no State or Federal violations. We will receive a non-conditional Airport license any day now.

FUEL SALES

Fuel sales for the month of May 2016 were 27,425.53 gallons. This is a 13,672.78 gallon increase in the 13,752.75 gallons sold in May of 2015. All outstanding fuel invoices have been reimbursed to the City except for the AVGAS and Jet fuel still in the tank. **Jon Glass will attend the Fuel Quality Control seminar at Pine Mountain, GA on June 22 and 23.**

The TN Air National Guard simulated Ice storm drill was 5/13/16 to 5/15/16. They had 12 Blackhawks and 1 EC-145 and purchased 8,681 gallons of jet fuel.

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Bonnaroo Fuel Sales – 8,037.5 gallons, 65 passengers and 24 aircraft.

Fuel Sales 1/1/16 to 5/31/16 = 77,726.84

Fuel Sales 1/1/15 to 5/31/15 = 66,833.25

May 2016	AVGAS	AVGAS SS	Total
Gallons	3,006.47	2,113.96	5,120.43
Flow Fee	\$300.64	\$211.39	\$512.03
Pump Fee	\$1,503.23	\$528.49	\$2,031.72

May 2016	Jet Full Price	Jet Discount	Total
Gallons	2,232.5	20,072.6	22,305.1
Flow Fee	\$223.25	\$2,007.26	\$2,230.51
Truck Fee	\$223.25	\$2,007.26	\$2,230.51
Pump Fee	\$2,232.50	\$13,568.54	\$15,801.04

Total AVGAS & Jet Gallons = 27,425.53

Total Flow Fee = \$2,742.54

Total Jet Truck Fee = \$2,230.51

Total Pump Fee = \$17,832.76

Total Part-Time Employment Cost = \$4,479.50

Jet Truck Fee Minus Rental = +\$1,380.51

Pump Fee Minus Employment Cost = +\$13,353.26

FUEL PRICES

6/7/16	Tulahoma	Shelbyville	Winchester	McMinnville	Maury County	Murfreesboro
AVGAS SS	\$3.60		\$3.51		\$3.08	\$4.17
AVGAS FS	\$3.85	\$3.75	\$3.51	\$3.70	\$3.25	\$4.37
Jet	\$3.50	\$3.50	\$3.48	\$2.89	\$2.87	\$3.33

Average AVGAS price - \$4.20 Average Jet price - \$3.67

AIRPORT FUEL SALES

DATE	FUEL SOLD (gallons)
May 2016	27,425.53
May 2015	13,752.75
May 2014	15,775.5
May 2013	9,050.75

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May 2012	15,845.55
May 2011	4,721.4
May 2010	9,263.2

MAINTENANCE/NAVAID PROBLEMS

NDB – No problems or outages for May 2016. The approach is scheduled to be decommissioned by FAA in the next 12 to 24 months.

VOR – FAA has sent out notices regarding the decommissioning of the VOR.

AWOS – No problems or outages for May 2016. TAD will replace and upgrade our AWOS in 2019. **TAD is ahead of schedule on the upgrades. It could happen here in the next 12 months.**

Veeder Root Fuel System – No problems or outages for May 2016.

RUNWAY AND TAXIWAY LIGHTS – No problems or outages for May 2016.

REILS AND PAPI – No problems or outages for May 2016.

HANGAR RENT/INSURANCE

OVERDUE RENT –

EXPIRED INSURANCE CERTIFICATE –

OTHER –

AIRPORT MARKETING/PRESENTATIONS –

SUGGESTION BOX – No suggestions as of 6/7/16.

6. Old Business:

A. None

7. New Business:

A. Other New Business – Jim Apple reported that the Beechcraft Museum will hold a STOL training session at the Airport this weekend. The training will be conducted on turf runway 9/27.

B. Other New Business - A motion was made and approved for Jim Apple to sign a time extension and scope of work change grant since Dr. Daniel is out of town.

8. Aldermen Knowis reported that he attended the TML Conference last week. He believes that the Airport is an under-utilized economic development tool for the City of Tullahoma. Board members discussed ideas to improve the economic impact of the Airport on the City

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of Tullahoma. Several ideas included an Airport restaurant, convention center and a site for a corporate headquarters.

9. Meeting was adjourned at 5:44 pm.

Submitted on 6/16/2016

<Original Signed>

Jon Glass
TAA, Airport Manager

Minutes approved during the _____ meeting