

ST. LOUIS AIRPORT COMMISSION

Wednesday, January 13, 2010 - 2:00 P.M.

JoAnne Wayne Conference Room

Members Present: Mr. Bales, Mr. Esterline, Ms. Green, Mr. Nash, Ms. Osborn, Mr. Reed, Mr. Sauget, Mr. Sonderegger, Mr. Stelzer, and Chairperson Hamm-Niebruegge

Members Absent: Mr. Clark, Mr. Kennedy, Mr. Lipman, Mr. McKinney, Mr. McNutt, Ms. Morrell-Charles, Ms. Teitelbaum

Airport Staff: Beckman, Brown, Kinsey, Kopinski, Lea, Mason, Mays, Salarano, Slay, Spencer, Taylor, Ware and Zell

Legal Department: Niemann & Pandolfo

Guests: Marvin Anderson, Stern Brothers; Patrick Brown, Mayor's Office; Joseph Byrne, Southwest Airlines; Ollie Dowell, Ollie Dowell & Associates; Candace Gordon, Comptroller's Office; Frank Hill, City of Bridgeton; Harry Kennedy, Board of Aldermen; Ivy Neyland-Pinkston, Comptroller's Office; Milan Patel, Deli Enterprises; Chuck Reitter, Unison; Rich Ryffel, Edward Jones; Ana Schwager, Southwest Airlines; Joseph Vaccaro, Board of Aldermen; and Judie Wise, Bookmark-InMotion

News Media: Kevin Killeen, KMOX Radio; Ken Leiser, Post-Dispatch

The Meeting was called to order at 2:09 p.m.

1. Approval is requested for the Minutes of the Wednesday, December 2, 2009 Airport Commission Meeting.

A motion for approval was made by Mr. Reed and seconded by Mr. Nash.

There being no discussion, a vote was taken and the motion carried unanimously.

2. ORDINANCES

- A. An ordinance authorizing (i) a transfer in the total amount of \$17,000,000 from the Airport Development Fund into the Airport Contingency Fund, and (ii) the following transfers from the Contingency Fund to the Airport Bond Fund for credit to the Debt Service Reserve Account: up to \$7,000,000 during the fiscal year beginning July 1, 2009, and up to \$10,000,000 during the fiscal year beginning July 1, 2010, to be used to pay debt service for Airport bonds.

Commissioner Green entered the proceedings at this time.

A motion for approval was made by Mr. Reed and seconded by Mr. Stelzer.

Ms. Kopinski provided the details of the Ordinance as set out in the Executive Summary included with the agenda items and recommended approval of the motion.

This Ordinance provides for the transfer of funds to pay debt service for the 2009 bonds pertaining to airfield projects. Much of the funding comes from FAA grants previously approved and the remainder is from airline rates and charges.

There being no discussion, a vote was taken and the motion carried unanimously.

3. **OPERATIONS**

- A. Approval of the First Amendment to the Service Agreement with Overhead Door Company of St. Louis, d/b/a Overhead Door Company to provide Overhead Door Services for the Airport. The term of this Agreement is unchanged. The Agreement commenced December 1, 2007 and still ends on November 30, 2010. The total Contract Not-To-Exceed amount will be increased by \$40,000.00 from \$100,000.00 to \$140,000.00. This First Amendment increases the Not-To-Exceed Contract Amount and incorporates the Missouri Unauthorized Alien Law provision.

A motion for approval was made by Mr. Reed and seconded by Mr. Esterline.

Mr. Slay provided the details of the First Amendment to the Service Agreement as set out in the Executive Summary included with the agenda items and recommended approval of the motion.

There being no discussion, a vote was taken and the motion carried unanimously.

- B. Award of a Service Agreement to T.L. Corporation, d/b/a Quick Care Oxygen System to provide Service & Equipment for Oxygen Inhalators for the Airport. The Agreement will commence April 1, 2010 and will end on March 31, 2013. The total Contract Not-To-Exceed amount will be \$22,500.00.

A motion for approval was made by Mr. Bales and seconded by Mr. Esterline.

Mr. Slay provided the details of the Service Agreement as set out in the Executive Summary included with the agenda items and recommended approval of the motion.

This Agreement covers emergency inhalators located in the disaster buses used for emergencies on the airfield. This company was the sole bidder; however, the bid amount for all three years increased by only \$300 over the prior three-year contract period.

There being no discussion, a vote was taken and the motion carried unanimously.

4. **PROPERTIES**

- A. Operating Agreement and Terminal Building Space Permit with Aerovias De Mexico, S.A. de C.V. d/b/a Aeromexico Airlines, No. AL-654.

A motion for approval was made by Mr. Reed and seconded by Mr. Nash.

Mr. Salarano provided the details of the Operating Agreement and Space Permit as set out in the Executive Summary included with the agenda items and recommended approval of the motion.

This Agreement covers charter service with FunJet Vacations, providing three weekly flights to Cancun, Mexico, and one weekly flight to Puerto Vallarta. The Agreement runs for eighteen months beginning January 1, 2010 and ending June 30, 2011.

There being no discussion, a vote was taken and the motion carried unanimously.

5. **OTHER BUSINESS**

Chairperson Hamm-Niebruegge advised the Commission that a once-weekly cargo flight from Bogotá, Columbia will begin on Thursday January 21, 2010, after a one-week delay.

Mr. Esterline addressed the Commission regarding the reported decision to close the south firehouse located at the Airport. While he agreed with supporting fiscal responsibility at the Airport, he was concerned about the surrounding fire districts not being included in the decision-making process to close the firehouse. He then inquired whether a meeting between the City, the Airport and the surrounding fire districts would be beneficial.

Mr. Slay responded that, based on the Missouri State Auditor's report and the fiscal hardship facing the Airport, the decision was made to close the south firehouse. This will result in an annual savings of approximately two million dollars (\$2,000,000) for the Airport. Prior to the decision being made, the surrounding municipalities were briefed on the decision. The two remaining firehouses meet FAA guidelines and the surrounding fire communities will provide assistance as needed.

Chairperson Hamm-Niebruegge advised the Commissioners that the south firehouse would not be closed until June 30, 2010. The response times from the two remaining firehouses were thoroughly investigated and found to pose no danger to the Airport or public safety. After discussions, Chairperson Hamm-Niebruegge agreed that her staff would be willing to convene an

informational meeting in order to brief all interested parties on the decision to close the south firehouse, but the meeting would not be for negotiation purposes.

Ms. Green stated that the closing of the south firehouse and the potential savings to the Airport in operating costs, which was identified by the State Auditor, is significant. She then suggested that the Commissioners be provided with a copy of the State Auditor's report on the operations of the Airport Authority. Chairperson Hamm-Niebruegge informed the Commission that copies of the State Auditor's report would be promptly forwarded to all Commissioners.

Mr. Slay advised the Commission that it is his understanding that the eighteen firefighters and three captains stationed at the south firehouse would be placed into firehouses around the City to fill vacancies in those houses. He then advised that the south firehouse would be used for storage of emergency equipment and its firefighting equipment would be used in the remaining firehouses or, if appropriate, declared surplus.

6. **NEXT MEETING**

Wednesday, February 3, 2010 at 2:00 P.M.

Chairperson Hamm-Niebruegge relayed to the Commissioners that she would be unable to attend the March Commission meeting as scheduled and inquired about rescheduling the meeting. As there were no objections, the March, 2010 meeting will be held on March 10, 2010.

7. **ADJOURNMENT**

There being no further business, the meeting adjourned at 2:33 p.m.