

**GRAYSON COUNTY REGIONAL MOBILITY AUTHORITY
BOARD OF DIRECTORS MEETING
JUNE 19, 2014**

MEMBER'S PRESENT:

Bill Hubbard, Chairman
Bill Benton
Jeff Christie
Randy Hensarling
Bill Rasor

MEMBER'S ABSENT:

OTHER'S PRESENT:

Mike Shahan, Director
Wm. B. (Ben) Munson, Esquire

Jeff Whitmire, County Commissioner Pct. #1
Phyllis James, County Commissioner Pct. #3

1.

Call to Order.

Bill Hubbard, Chairman, called the meeting to order at 10:00 a.m. and welcomed everyone to the meeting.

2.

Consideration of approval of the May 8, 2014, Board Meeting.

Mr. Hubbard asked the Board if there were any changes or revisions to be made to the minutes. Mr. Christie made the motion to approve the minutes as typed. Mr. Rasor seconded the motion. All members voted aye.

3.

Consideration of approval of First Amendment to Financial Assistance Agreement Grayson County Tollroad.

Mr. Shahan advised the Board that the Financial Assistance Agreement with TxDOT for the Grayson County Tollroad is set to expire on December 31, 2014. He stated that this amendment would extend the agreement to December 31, 2017. Mr. Shahan advised the Board that this would allow the remaining funds to be used for other projects, such as the FM 121 Study. Mr. Rasor made the motion to approve the First Amendment to the Financial Assistance Agreement Grayson County Tollroad. Mr. Hensarling seconded the motion. All members voted aye.

4.

Consideration of approval of a License Agreement between the North Texas Regional Airport and Kustom Kemps of America, Inc.

Mr. Shahan advised the Board that Kustom Kemp of America has requested to have another drag race in conjunction with the classic car show in Denison. He stated that they would be using the south end of the closed runway and the airport would close the crosswind runway to be used for the participant and spectator entrance to the race site. He stated that each participant is required to sign a waiver of liability. He stated that Mr. Munson had reviewed and approved the agreement. He stated the event would be held on September 28. Mr. Hensarling made the motion to approve the license agreement with Kustom Kemp of America, Inc. Mr. Christie seconded the motion. All members voted aye.

5.

Consideration of approval for a one time variance to the International Mechanical Code Paragraph 306.5 for construction of the Juvenile Residential Living Facility as requested by Rod Tatchio.

Mr. Shahan advised the Board that this matter had been resolved and needed to be tabled.

6.

Consideration of approval of the FY 2015 Airport Budget to be presented to Commissioners Court for approval.

Mr. Shahan advised the Board that the budget committee had met on June 5 to review the budget. He stated that estimated revenue is \$1,039,469.00 and expenses are \$1,268,172.00. He stated that part of the shortfall is due to the inclusion of the control tower funding which is \$250,000.00. Mr. Shahan stated that according to the FAA the airport should be admitted into the Contract Tower Program on October 1 but that they would not take over the operation of the tower for three to six months. He stated that the full year was included in case the FAA did not meet their timeline. It is anticipated that the full amount would not be spent. Mr. Shahan stated that the total capital improvement budget is almost \$711,000.00 of which the Airport will pay \$86,500.00. Mr. Shahan stated that there were two buildings that are not currently leased and are not included in the revenue portion of the budget. Mr. Benton asked Mr. Shahan to discuss Repair & Maintenance, Hangar Repairs, and Casualty Loss Repairs. Mr. Shahan stated that Hangar Repair is used to reskin the older hangars and has \$100,000 in the line item. He stated that \$10,000.00 was in Casualty Loss Repairs to cover the \$10,000.00 deductible for insurance. He stated that should a claim be made, the revenue from insurance is put in both the revenue and expense side of the budget so that repairs can be made. He stated that it would begin at \$10,000.00 and would be increased if a claim is filed. Mr. Christie asked for an update on the inclusion of replacement of tower equipment. Mr. Shahan stated that the technician that takes care of the tower equipment has stated that, since the tower equipment is 7 years old, there needs to be funding to replace equipment as it fails. Mr. Hensarling asked what post employments benefits are and Mr. Shahan stated that has to do with retirement. After some further discussion, Mr. Hensarling made the motion to approve the FY 2015 Airport Budget to be presented to Commissioners Court for approval. Mr. Benton seconded the motion. All members voted aye.

7.

Consideration of approval of the FY 2015 RMA Budget to be presented to Commissioners Court for approval.

Mr. Shahan stated that they FY 2015 budget is the same as the previous year. He stated that we anticipate that there will be some expenses for the FM 121 Relief Route but they were unknown at this time and not included in this budget. He stated that the budget committee wanted to delay putting that in the budget because a budget amendment could be done when needed. Mr. Benton made the motion to approve the FY 2015 RMA Budget to be presented to Commissioners Court for approval. Mr. Christie seconded the motion. All members voted aye.

8.

Director's Update to include discussion of Monthly Reports, Facility Upgrades and GCRMA and Airport Events/News.

Mr. Shahan updated the Board on the fuel flowage report. He stated that as of the end of May fuel sales were up 22.67% from last year at this time.

Mr. Shahan updated the Board on the ATCT operations report. He stated that operations were up 7.8% from the previous year.

Mr. Shahan stated the Board had the budget report. He stated that the overage in the budget was due to the construction of the West Side Hangar. He stated that the airport still waiting for a check from insurance in the amount of approximately \$90,000.00 for the 2011 storm damage.

Mr. Shahan advised that Taxiway B rehabilitation has been completed.

Mr. Shahan stated that we are currently getting quotes to work on the drive lane between Hangar 201 and the Fire Station. He stated that the Office of Emergency Management would be paying for part of that project.

Mr. Shahan stated that the Lone Star Aerobatic Championship actually begins today with practice and the competition being held on Friday and Saturday.

Mr. Shahan stated that the U.S. National Aerobatic Championship is scheduled for September 21-26, 2014.

Mr. Shahan stated that Kustom Kemps drag race would be September 28, 2014.

Mr. Shahan stated that the Joint Airport Zoning Board would be meeting again on June 25, 2014. He stated that there would be another landowner meeting on June 28, 2014. Mr. Shahan updated the Board on the changes that have been made to the ordinance.

Mr. Benton asked about the status of the FM 121 Bypass. Mr. Shahan stated that he had talked with Mike Garrison and that Brown & Gay are currently working on the project and should have something for the Board soon.

9.
Public Comments.

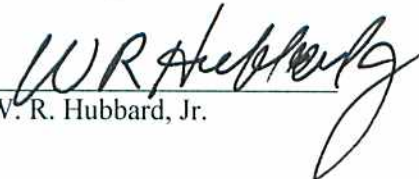
Mr. Hubbard asked if anyone had any comments to make. There were none.

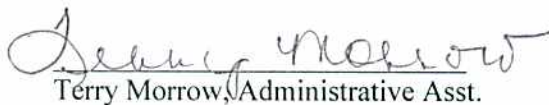
10.
Adjourn.

There being no other business, the meeting was adjourned at 10:27a.m.

12.
Next Meeting.

The next regularly scheduled Board of Director's Meeting will be held on July 10, 2014, at 10:00am in the meeting room of the GTUA, 5100 Airport Drive, Denison, Texas.


W. R. Hubbard, Jr.


Terry Morrow, Administrative Asst.