

MINUTES
ABERDEEN REGIONAL AIRPORT BOARD
Regular Meeting
August 6, 2009

MEMBERS PRESENT: Mike Erickson, Rolf Johnson, Steve Kaiser, Nate Zeeb, Chuck Bensen

MEMBERS ABSENT:

OTHERS PRESENT: Dave Osborn, Mike Kulm, Sam Muntean, John Aman, Kevin Braun, Emily Arthur-Richardt, Bob King, Steve Meier, Scott Sikkink, Rhea Ketterling

Chairman Erickson called the regular scheduled meeting of the Aberdeen Regional Airport Board to order at 11:30am on Thursday, August 6th, 2009.

Zeeb moved approval of the minutes from July 9th, 2009 meeting, seconded by Johnson. Motion carried.

Zeeb moved approval of the minutes from July 10th, 2009 special meeting, seconded by Johnson. Motion carried.

Old Business: (Hangar 9, Inc.) Osborn stated the Board gave Hangar 9, Inc. 7 to 14 days that they needed to get signatures for the contracts that they had. Only one of the two contracts was brought back and this was the rental agreement. The construction agreement had never been brought back to our office. Osborn wanted to inform this Board that Hangar 9 had never acted on those contracts. When we had the hangar owner's meeting the representative from Hangar 9 was here and Osborn had talked to him specifically about it then and had called him when he turned in the first contract and talked about it. Osborn added he had talked to the City Attorney and we would not accept this as a reasonable contract unless both contracts that they requested are returned and signed. We are not recognizing this as a contract at this point in time so it is not on the agenda. If the Board would like further conversation about this, they can do it now or asked for a special session. For Osborn, he is considering this item as old business at this time. Instead of a special session, the Board decided to discuss this in Executive Session. (Delta billing) Osborn stated the financial report shows that this has improved. (FS#3/ARFF Station Project) Osborn stated we are trying to complete the project for Fire Station #3. In doing this, we want to do a close out and do a final payment. They had a couple of issues they could not work in time to put this on the agenda before it was sent out. They sat down this morning and went through the final items that Osborn have. Osborn would like to discuss this in Executive Session, since this is also considered as contract. Someone from HKG will be here to discuss the problems they had with the final items.

Bensen moved approval of the bills for the month of July, seconded by Johnson. Johnson asked about the relays and Kaiser asked about the tires. King stated the relays were for the REIL's which needed replacement and the tires are for the Komatsu loader. Motion approving the bills for the month of July is carried.

Bensen moved approval of the July financial report, seconded by Zeeb. Johnson stated the only one that aged over 30 days is the FedEx. It was reported that this bill had to be resubmitted as they did not get the bill. Motion approving the financial report for July is carried.

Kaiser stated they had put together the card that was discussed in June. They are getting fairly close and we want to hand this out to everyone that attends the Air Show. Kaiser added Osborn wanted to save some cards for use here. Osborn stated what he wanted not to do is we do not make it time sensitive so that it can be use for future rather than just an Air Show per se. One of the things they tried to do is to allow for something on this line. The card was distributed for review. Kaiser stated one thing he wants to add is when they were putting the final draft together for some reason a layer got removed and in the concrete below the Delta plane it should say "We invite you to travel from the Aberdeen Regional Airport". Bensen stated on the back of the card where it says "why travel to travel" it gives reason to pause and think before they do fly out from someplace else. Zeeb suggested putting the website address. Kaiser questioned if we have a website just for the Air Show. Osborn stated we can use the Aberdeen website (<http://www.aberdeen.sd.us/airport/airport.html>) and add the Air Show information as there is not a website set up for the Air Show. Kaiser asked if there is a rule against actually making the site look good. Osborn stated the site is own by the City and any additional changes or request would have to go through them. Right now the City is working on the possibility of how they would handle future changes with the staff they have and what they are capable of doing. In this budget year they are looking at what they can do and can't do. Kaiser asked but in the interim. Osborn stated in the interim if we make suggestions and see what can be done, that's not a problem. Kaiser stated there are a number of things that can be done with the website to improve it. Kaiser stated he will add the website address on the card. Bensen stated he likes the card and thanked Kaiser for doing this. Aman asked if this would be distributed at the Car

Show. Osborn stated since we are not time relating the card, we will take some to CVB and the Chamber as they do packets we can get people informed of the Airport. Aman asked but the majority is more designated for during the Air Show. Kaiser stated this is when we will hand the cards out. Kaiser had talked to Osborn about the idea of whether we put what is at the Air Show as type of the intro of which is one of the things they were thinking about, but then we can't use it later. As for printing once Kaiser has it ready, Osborn will talk to people in town to get a price. Osborn distributed an email from the Office of Tourism for marketing which they are calling it the "Rooster Rush". They are trying to get communities to be cognizant of what pheasant hunting does to their community. This being the 125th year this year, they are trying to make sure that they make it a tourism program also. The email that came out, they are looking for the Airport to be a participant. One of the things they want to do is bring historical information back that they may offer pheasant sandwiches out here through Red Cross like they use to do on the trains. They wanted to make sure that this Board is cognizant of some of the things that they are doing. They are also looking at going around town and try to bring people into blaze orange and have the community people be involved with either painting sidewalks or doing things around town that will really kick off the pheasant season. Osborn wanted to bring this under marketing to get the Board's permission to go forward with this project with them. Individual entities can get funding through the Governor's Office up to \$500 to be a part of this as they develop it for tourism. The CVB will assist any entity that is trying to be a part of this and for us here it is basically have the Red Cross ladies come out and do the sandwiches like they use to do on trains. The CVB have been a big help to us during the hunting season to make people feel welcome coming to Aberdeen and a number of hunters had commented how great it is to get some freebies like hats and they really enjoy it. Kaiser asked if we are going to serve pheasant sandwiches what kind of organization will we have to put together. Osborn stated they are actually doing this right now with the Red Cross Canteen. The ladies are actually in agreement to do this during the timeframe if allowed by this Board. Johnson thinks this will be neat to come through town and see people wearing blaze orange vests or hats. Osborn stated the Governor's Office will award a community based on their participation. The CVB is very interested in winning this award because they feel that we have many more travelers that come here for hunting than many communities do. Osborn asked the Board's participation to allow the CVB to go forward to be a part of this and utilizing the Airport. Bensen moved approval for the CVB to come in and do what they had suggested, seconded by Zeeb. Motion carried. Osborn stated we had a tough time bringing the B25 back and Dani just got the contract. We had some funding that had not come through. Part of it is we did not get to go back to the Governor's Tourism to try to find funding this year. They changed the rule. Now you cannot go more than one year in a row which they did not know until they applied. The Downtown Association had asked the Hotel Alliance for \$19,000 for combined effort and received about \$13,000. Right now for the Air Show we have about \$3,500 contributed. Osborn asked the Board to utilize \$2,000 of the marketing funds to go to the Air Show for the contract for the B25. Kaiser moved, seconded by Bensen. Johnson asked what the total cost is for the B25. Osborn stated he has not seen the contract, but last time they talked it was about \$8,000 with fuel and some other charges. What Osborn is trying to do is to get close to what last year's was as what they gave them this year almost double, so they have been trying to negotiate with them. Chairman Erickson asked what we contributed to the Air Show last year. Osborn stated \$3,000, but he thought that there were not a lot of big charges this year so he is requesting less. Motion approving utilizing \$2,000 of the marketing funds for the Air Show is carried. Kaiser asked if a contract had been signed for next year for Barn Stormer. Osborn stated there is a program which probably would be a different timeframe. It's a Barn Stormer's Tour and one of the things that would be done is that it would be a three day event where there would be people in authentic costumes with World War II type aircraft. This contract had been set for next year and it's about a \$4,000. We may not have an Air Show per se; this may be our program for next year. Kaiser asked so we are not doing an Air Show also. Osborn stated no, not an addition. At this time they are not considering it. An event like this would take as much as set up time and other things. It will cost a little problem with our connection downtown, but this is something we had talked to them about to make sure they know. Kaiser asked what they said. Osborn stated he thinks that they are still in an infancy stage to try to go together and try to make it work every year; it's just not going to. They may have some acts or things that come in that only at a certain timeframe just like this is for us. These guys can't rearrange their schedule because they are only going through certain parts of the country. We need to take advantage of when they are here. Kaiser stated he understands that they are coming to Watertown too, do we know where else. Osborn stated he does not have the full tour yet, as they were still finalizing it when they had asked for our agreement. As soon as he gets this he will share it with everybody. Kaiser stated he is assuming that they would not change their schedule. Osborn stated they would not change their schedule and they had asked this question specifically. If they could do it towards our Air Show time or be the last part of their tour and their tour is actually done before August because of the heat and their garb. Kaiser asked if we have a date yet. Osborn thought it would be June 11th, 12th and 13th. Braun from Quest suggested marketing the B25 rides at the Brown County Fair. We maybe able to have some of the rides sold prior to when they come in. Osborn stated there is actually a poster that is ready and it was conditional upon getting approved that we get their contract. Johnson asked if Braun is thinking of a booth. Aman stated just for information all the outside and inside vendor booths space is sold out at the Brown County Fair which is the first time in four or five years and there are actually 40 people on the waiting list. Johnson asked if the radio stations can help us. Osborn stated the radio stations are partners with us on the Air Show. We will probably put posters there rather than us trying to man and staff it.

Helms and Associates pay request:

Bensen moved approval to pay PE #8 for work completed in the Environmental Assessment project in the amount of \$11,987.72, seconded by Zeeb. Motion carried.

Bensen moved approval to pay lump sum amount of \$43,085.67 for the Design and Preparation of Plans and Specs, Bidding and Negotiation, AIP Project #3-46-0001-29-2009 Hangar Taxilane Improvements, seconded by Zeeb. Motion carried.

Bensen moved approval to pay PE #1 for Construction Administration and Resident Engineering Services in the amount of \$4,544.18, seconded by Kaiser. Muntean stated the construction has started two days later than the original schedule. It was a contractor coordination issues, but they are going to revise their construction schedule and get this out. As soon as Muntean receives this he will get it to the Airport, FBO's and keep the hangar owners updated. We are affecting hangars when we are in there, so we want to keep them aware. In addition, if the Board gets calls from curious hangar owners of where things are, please direct them to Osborn or Muntean's office so they can keep them updated. Communication is the key so we can keep everybody aware of where things are at. In addition this project was bid so that they have 21 working days for each taxilane, so the 21 days started last Thursday on the first taxilane that they are working on. We are working with them now to see if we would allow them to close more than one taxilane at a time because we are trying to keep the impact to a minimum and yet we also want to keep things moving along as quickly as possible. Chairman Erickson asked what they are digging up now. Muntean stated they are working on the short hangar taxilane #5 in the back currently and they are also working on the new sewer main that Quest Aviation will tie into and will be available for other hangars if they want to in the future. This is required because with this project we would have end up affecting Quest sewer line so we had to reroute it as part of the project. Motion to pay \$4,544.18 is carried.

Bensen moved approval to pay PE #21 in the amount of \$9,400.84 for Construction Administration and Resident Engineering services, AIP Project #3-46-0001-27-2007 Reconstruction of Txy D, seconded by Zeeb. Motion carried.

Chairman Erickson asked if this will come under budget. Muntean stated yes. Most of the pay estimate submitted today is that they reduced the retainage amount that we are holding as they are getting punch list items done. One of the biggest items is that we were holding money on the County Road that they use as a haul road which broke up. As part of the project they had to do an overlay and they have completed this to the County's satisfaction, so we are releasing the money for this work. Muntean and King will do a walk through with UPCI tomorrow to get a final punch list of items remaining to be completed. Bensen asked how long until this is 100% complete. Muntean stated unless they find something else the tentative date is August 21st. Johnson stated the original contract amount is \$5.6m and we are at \$4.6m, how is the cost savings handled. Muntean stated with this project it's complicated as this project was funded with FAA discretionary grant, but this was not sufficient to fully fund the project, so then we use our entitlement grant from the next year to fill it to fully fund the project. There was \$300,000 of entitlement from the next year that was used to fully fund the project. On the discretionary funding whatever is underrun goes back to FAA. On the entitlement funding whatever is underrun goes back in the pot of entitlement funding available for our next project. Because the way this is funded with discretionary being the first grant and entitlement being second, whatever we underrun on the second grant (entitlement) we get to keep, whatever we underrun on the first grant of discretionary goes back to FAA, but we get to spend all the discretionary first and then the entitlement. Bensen moved approval to pay UPCI PE #12 in the amount of \$183,854 for work completed to date for AIP Project #3-46-0001-27-2007 Reconstruction of Txy D, seconded by Johnson. Motion carried.

Osborn stated this is just a standard service that we do with Ray Studnicka. Basically Studnicka is able to do weather check for us. This had been utilized a number of times and it does makes a difference for the Airport. We have no issues with commercial service being down because there hasn't been that availability. This is definitely a necessary evil we have to have in the event ASOS and something else goes out. Bensen stated this is very important and moved approval of Ray Studnicka's Weather Service contract, seconded by Kaiser. Motion carried.

Osborn stated on the Letter of Correction we have three items on the FAA review. The Certification Officer (CO) spent a lot of time on records. Under item A, we do a self inspection twice a day. There were 700 sheets that the CO went through and found four that he had an issue with. Some of it is to help make sure that our staff do not feel it's not important and brought it to Osborn and King's attention. This was cleared up and corrected the same day the CO was here. The other item on record was on the NOTAM form which is the same issue. There was a couple and the CO wanted to bring the same point about NOTAM's. This was also corrected immediately. King and the ARFF people were complimented for the forms and the training they had done as the CO was able to see from the records that things are being done. The last item was on the marking, signs, and lighting. On Rwy 35 when they did the night inspection the old 35 numbers, they were still able to see. There was a recommendation to remove this with tack oil. In order to do this we will have to close this runway for better than a day. Osborn stated he is trying to work with

Muntean to make sure we get the right oil and to see if the City can bring their oil truck to put the oil down. This is not a new issue. This is just the first time that it's been written on paper. We will certainly comply and this would not take a lot of money to do and would take little time. It would be an inconvenience for those who use Rwy 17/35 for a day or two. We have until 15th of October to complete this. There are some other markings we have to paint which we have on our plan for this year to take care of. There are also safety recommendations which one of them is for Quest on their fuel farm. The safety recommendations are not corrective actions. This is something we will work with our renters and people in our area. Overall, Osborn stated the review was good. The CO was complimentary on the record keeping and the training that goes on. Training had been an issue for us the last couple of years. We had worked really hard to get these things up to date so we will have no problem with the CO and obviously we had accomplished this. Osborn added he is not saying that we are done with our training. There are other things we can do to enhance what is going on as we see changes with FAA all the time which makes us constantly keep on top of our training and constant review to keep us up to date. Johnson asked about an annual airport conference award. Osborn stated the award that is given out is basically for General Aviation not Commercial airports. We are not usually a part of this. Johnson asked if the inspection is part of it. Osborn stated this is part of what they look at, but the State also does their own inspection. When the CO comes around, he basically does it based upon on the airports. Osborn added that there are some changes on FAA markings and they are working on issues whether it is unfunded mandate. This will be pretty much in line for the requirements for 2010 before the deadline. Muntean stated what their requirement is, is to surface paint the "hold line" signs. What we are looking at doing is change ordering it to the current project with the Hangar Taxilane Improvement if the contractor that is doing the marking is willing to do it and we can work it out and FAA approves it. This would be the quickest and easy way to do this.

Osborn stated we receive the Great Lakes Region Passenger report quarterly and he wanted to start sharing this with the Board. When we talked about our numbers the Board can see in the Great Lakes Region what is actually happening. One can see there are a number of airports that have lost significant number of passengers. The average lost of all the airports together in the Great Lakes Region is over 10%. With 10.8% of passenger change from one year to another obviously have devastating effect whether it be the FBO's, car rentals, and everyone will see a decrease. Osborn stated we are fortunate to be where we are at and a lot of it has to do with the services and things that are going on. Hopefully we continue to do good marketing and keep our Airport up there. Kulm from Hertz Car Rental stated some of the numbers is due to lost of aircraft too. Osborn agreed and we will be seeing this again next year. Kaiser asked why are we seeing this in Aberdeen because the thing that negates ours as it was in the paper yesterday was we're near the best county in the nation economically. We have a growth of 8 ½ to 10% in our economy versus many of the others nationwide. Osborn stated to keep in mind the travelers that come here for business, if their business is already hurting they are not coming here. Just because we are in good shape, maybe our outbound numbers are good, but our inbound is not. This is part of the number sequence and we want to make sure we still want to look at what possibly happened, but overall when Osborn look at the other passenger numbers we have done well. Johnson commented that the North Dakota numbers are up. Bensen stated but our revenue is up. Zeeb stated his thought is that even though our County is not as bad as other places; people are still changing the way they spend as he sees it in the bank. The City's sales tax revenue is down, people are just spending less. Kaiser stated the Mayor reported that the City's sales tax revenue is up. Osborn stated there are two revenue sources that we are looking at of which is sales tax. Arthur-Richardt from American News stated that sales tax have been down for five straight month. Kulm stated its corporate travelers where our number is down from as we are not seeing them come to town. Johnson stated he agrees with this as he thinks they are putting their field people out there. Kulm stated what he is seeing is that businesses are putting their employee stay two weeks instead of a week. This is why their number is down. Kaiser stated it was discussed three months ago working with Delta on getting some kind of a deal and help them advertise for fare reduction for Aberdeen since the marketing study that we did a year and a half ago was price is the major concern. We can possibly talk to corporate and use the Chamber to help about using the Airport more, but we have to walk in with something. How do we bridge the gap to help Delta to help us? Osborn stated with their reconstructing right now they really do not have anybody that Osborn has a name for. We worked with Bauer, Mesaba Station Manager to see if his boss can help us get a name as we still need that contact person. Until they get the organization done and complete, Osborn will not have anyone to sit and visit with nor with this Board. Johnson stated he thinks we could use six more month worth of recovery before we can visit with them. When they loose 50% of their volume in upper Wisconsin and Michigan and they have planes sitting on the ground, they are not going to listen to us. They got moth ball issues rather than fare issues. Kaiser stated one way to obviate the moth ball issues is if you promote. Bensen stated we are a little premature yet, but thinks this is something we keep working forward to. Bensen loves the idea, but it's a little premature with the change over and everything else that is going on. Kaiser asked how far are we into the change over. Bensen stated it would probably be the 1st of the year before we are even there. Johnson stated what they are projecting is December of this year.

Osborn stated item #12 is brought to the Board's attention as every three years we are able to look at the car rental leases and numbers that they have. The purpose of bringing this before this Board is that built into the contract was the fact that this Board can review the leases and take a look at what is going on and possibly make an adjustments if necessary to contractual obligations that are there. Looking at the car rental revenue report and Osborn talks about

us being fortunate that we only have a 9% decrease in our passengers. Osborn looks at the car rental revenue decrease this year and their total decrease is 24%. They lost a fourth of their customers and this is only because the first couple of months were not as bad. At this point in time, our issue with them works based on a percentage basis. Osborn does not see that FAA will have any problem that we have reviewed this knowing they have an issue and that we can leave their contract as is without any adjustment what so ever. Johnson asked when the lease terminates. Kulm stated the lease is until 2019. Osborn stated by looking at some of their numbers and things going on, his recommendation to the Board on the tri-annual is to remain the same based upon the passengers and percentage. Kulm stated they will greatly appreciate this especially now that we are losing an aircraft in a few days. Bensen moved approval to leave the lease rate as is for the next three years, seconded by Zeeb. Motion carried.

Osborn stated the SD Municipal League fall meeting every year is in October and is about the same time as our monthly meeting. This year we do have an agenda for the Airport like usual, but it does fall during our October meeting time. In the next month we need to look at alternate date as Osborn is in the Education committee and would like to be there to be a part of what they are doing for the future of airports. Chairman Erickson asked where the Municipal meeting is this year. Osborn stated it will be in Pierre. Osborn asked Muntean if we go later, if we would have problem with people we do business with. Osborn stated we will not go beyond 30 days that we have to pay interest. Muntean stated the Council still meets every week and that we just have to mention it to the contractors.

Osborn stated he attended the STIP (State Transportation Improvement Program) meeting; this is a SDDOT meeting doing their 5 year review of what they are going to be doing. The State of SD under the Obama plan received \$163m that they can use on highways. What this does is it affects a lot of projects around our communities that is going to happen that have been put off. There was a lot of discussion in the Aberdeen area that talked about the bypass. The bypass is still an argument that is going to be out there, but it is still not in the State books but the bypass affects us. Where are they going to put it, how they are going to work it and things like that. We have been out there to make sure the community as a whole understands what our needs are to try to make sure we do not have issues with this. One of the comments from the State was to actually not make it a State highway or a bypass, but maybe make it an improved road based upon the cost. The estimate is about \$30m to do this road so what the State is doing is looking at something else which would not be as costly, but still be as effective which they maybe able to bring this up into this series. The good news is that there is a lot of extra money to do some things; the bad news is that they are so far behind it's not going to help them catch up. This puts this more in focus that something like that may come about. The positive of it is that the State is saying they are going to do more now than what they been able to do for years because there is about \$300m that is going for roads in the State at one time. It's a great thing, but it will not cure all the problems. For us, this is something we have to keep our eye on. There are still discussions still out there that they are still looking at this. When we did our Master planning and talked about the service road may still be there, this still maybe an issue. A lot of it depends if we move the runways, we have this done then we will have our perimeter and then we can work with the City to protect those areas so it will not be an issue. A lot will depend who gets the funding first. Kaiser stated none of the plans have the bypass going to west of the Airport. Osborn stated there were initial plans and they have talked a lot about this. Osborn thinks that this had gone in the way side, but if this becomes a hot topic it will come back again. There was also talked about the beef processing plant and they want to keep this road funded. There was also discussion about some possible FEMA money that may go to some road work and if they do this it might open up some other things to go to this faster. Kaiser asked Muntean what are we comfortable with and figure this out. Johnson stated he thinks we should figure out what the City Manager's agenda is. Overall, Osborn stated because they are looking for State funds, it is not something the City can fund. They can't afford this kind of a project especially in the scope of \$30m that is why they are trying to partner with the State and do this project. If we look at Brown County 19, this had been a discussion for Industrial Park with the safety for years. Because of the money that came up they are suddenly going to do this project. It's nice that its there and moved it up and off the books, but there was also discussion about Industrial Park and trying to find funding that they can actually use. The Governor used to have money for Industrial Parks only. They reduce this down to nothing now. So now there are all this Industrial Parks trying to do this and technically the roads they are talking about is right out of the Industrial Park and they included it at one time and they kept pulling it out. Now they have taken it as a separate project, they found the money and they are going to do this. If the same plan comes about next yea and if they try to stimulate the economy, it may be closer to the surface. But years ago, Osborn stated we sat down with the Chamber and others and discussed our needs, our runway safety issues and talked about this and actually plotted something out. So we have a tentative plan if this comes up again to go back and protect our areas based on the future of the Airport.

Johnson asked when the Board voted on the position of Chairman, Vice Chairman and Secretary was this is for a one year assignments. Osborn stated basically the positions are one year, but the individual positions are for five years.

Kaiser stated the flower planters' looks great and asked how they are being maintained. Osborn stated we set the planters low enough so the system that we have can take care of it. Kaiser stated the planters that were in the front doors last year were moved across. Osborn stated they have been moved by the statues as they are time consuming maintenance on it. Kaiser stated he does not mind it by the statue, but it sure would be nice to have something

colorful right at the entrance. King stated he had heard more compliments that people like the planters by the statues better as it enhances the statues and the whole area. Kaiser asked if we had trouble growing the flowers on the north side. Osborn stated what we had trouble with is people had thrown trash in them. We had more maintenance when the planters were right by the building and actually by the statues it's less maintenance.

The Board moved into Executive Session at 12:40pm to discuss Hangar 9, Inc contract and the contract for the ARFF Building Project. At 1:15pm, the Board went back into regular session.

Osborn stated in Executive Session they had discussed the possibility of closing out the contract with HKG and their contractors. Osborn asked for approval of final payment for Zeller Brothers in the amount of \$15,199 (s/b \$15,162). Moved approval by Zeeb, seconded by Bensen. Motion carried. The other payment that goes along with this is the final payment for HKG in the amount of \$901.26, moved approval by Bensen, seconded by Zeeb. Motion carried. There were two change orders from Zellers Brothers Change Order #12 and #13. Change Order #12, Sikkink from HKG stated one of the items was a requirement by Mike Thompson, Fire Marshall for a flow switch. This was not in the project; Thompson required it after plan review. Another Ballard by the water meter was added and this was agreed by everybody. Temporary fence was put in. Circuits for runway lights and they did not realize at the time they were buried where they are so they had to be rerouted and re-hooked up. They added a sidewalk to the south exit door. They also did a temporary water supply hook-up which happened early on the project. This is an increase to the contract in the amount of \$7,199. Johnson asked why these change orders were not written up until now. Osborn stated in closing out the project they tried to find all the little things that got missed. They talked about things that they agreed to doing and wanted to make sure everything is there. The thing from the Fire Marshall was much earlier. This amount is part of the final the Board already has. The fact is that this does not change the amount the Board approved payment for. It's just to make sure we have all the change order in line, so we can now work on closing the contract. Kaiser moved approval of Change Order #12 increase in contract amount of \$7,199, seconded by Zeeb. Motion carried. Change Order #13 decrease in contract by \$37 and an extension of 15 days to contract, moved approval by Bensen, seconded by Zeeb. Motion carried. Sikkink thanked the airport staff. They have been great to work with. Sikkink stated this had been an experience for him with all the FAA requirements and that Osborn had to have some patience with them.

Kaiser moved to extend until 5:00pm Tuesday, August 11th for Hangar 9, Inc to bring a signed Construction contract otherwise we withdraw the other contract. Before this motion is voted upon, Osborn wanted noted that this committee has given them two additional time for extensions and had not met either one. Osborn has reservations regardless of what was said to him or about him and does not think that this group has any intentions to go forward. Osborn stated his recommendation to this Board is ceased and deceased. Motion approving the extension was seconded by Johnson. Bensen stated he thinks this is ridiculous as the Board had given them deadlines and they don't care. Before the Board vote, Zeeb stated he thinks if we keep doing extensions and he is not an attorney, but thinks that the Board starts setting themselves up for, if they ever set a deadline for something else it becomes a challenge. Chairman Erickson asked if Osborn had talk to the City Attorney. Osborn stated when he talked to Altman, City Attorney he had basically let him know that Osborn only received one and does not consider this as part of the contract. Altman had informed Osborn that he will sponsor whatever we do. Chairman Erickson asked so if we accept one and not the other or we cancel it because we don't associate it as one contract all together. Osborn stated he thinks this Board can make a recommendation to the City that basically this Board sees this or views this not being done because it was one contract and you allowed it to be two contracts. They did one of the two. They are not following through. They have been talked to the day they sent it, to please make sure to sign the other one. Monday night when we had the hangar meeting, Osborn reiterated it with Aman, please get it. Aman had stated he will get it as soon as he possibly can and this did not happen. It's a month later again. Osborn stated the future of the Airport sits stagnant while we are waiting for these guys to do what they have to do. It's not someone picking on them. It's basically saying how do we go forward when we sits still. King stated one of Aman's arguments about his tie down areas and temporary stuff, as we are looking for the future of the Airport where to put our hangar owners of the planes they have we had to move forward on this. We were not infringing on his area with an unsigned contract. We are trying to accommodate other people. Motion extending for a signature on the Construction contract until 5:00pm Tuesday, August 11th is carried with Zeeb voting ney and Bensen abstains.

The meeting adjourned at 1:25pm.