

1 ST. AUGUSTINE - ST. JOHNS COUNTY AIRPORT AUTHORITY

2 Second Public Budget Meeting

3 held at 4796 U.S. 1 North

4 St. Augustine, Florida

5 on Monday, September 18, 2006

6 from 5:01 p.m. to 5:27 p.m.

7 \* \* \* \* \*

8 BOARD MEMBERS PRESENT:

9 BOB COX, Chairman

RANDY BRUNSON

10 JOHN "JACK" GORMAN

SUZANNE GREEN

11

\* \* \* \* \*

12

BOARD MEMBER ABSENT:

13

WAYNE GEORGE, Secretary-Treasurer

14

\* \* \* \* \*

15

ALSO PRESENT:

16

DOUG BURNETT, Esquire, Rogers, Towers, Bailey,  
17 Jones & Gay, P.A., 170 Malaga Street, St. Augustine,  
FL, 32084, Attorney for Airport Authority.

18

EDWARD WUELLNER, A.A.E., Executive Director.

19

BRYAN COOPER, Assistant Airport Director.

20

\*\*\*\*\*

21

22           JANET M. BEASON, RPR, RMR, CRR  
23           St. Augustine Court Reporters  
24           1510 N. Ponce de Leon Boulevard  
              St. Augustine, FL 32084  
25           (904) 825-0570

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1                    I N D E X

2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19

PAGE

2. PRESENTATION OF PROPOSED MILLAGE RATE	3
3. BOARD COMMENT ON PROPOSED MILLAGE RATE	4
4. PUBLIC COMMENT ON PROPOSED MILLAGE RATE	10
5. ADOPTION OF MILLAGE RATE	12
6. PRESENTATION OF PROPOSED BUDGET	15
7. BOARD COMMENT ON PROPOSED BUDGET	16
8. PUBLIC COMMENT ON PROPOSED BUDGET	18
9. ADOPTION OF BUDGET	24
10. ADJOURNMENT	27

20

21

22

23

24

25

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1           P R O C E E D I N G S

2           CHAIRMAN COX: Ladies and gentlemen, like to  
3 call to order the final public hearing of the  
4 2006-2007 annual budget. We have some comments  
5 that will be made by the Chair when we get the  
6 PowerPoint display up on the screen here. I'll be  
7 doing some explanation of some slides we'll see.

8           Beyond that, would like to go into the  
9 announcement of the proposed millage rate.

10          MR. WUELLNER: Right.

11          MR. BURNETT: Right.

12          MR. WUELLNER: Throwing me a loop here.

13          CHAIRMAN COX: Do you guys need more time?

14          MR. WUELLNER: No. I just need to find what  
15 I've got here. The -- that will work. Thank you.

16          2. - PRESENTATION OF PROPOSED MILLAGE RATE

17          MR. WUELLNER: All right. We'll do it this  
18 way: The millage rate announcement would be  
19 .20 -- I turned it off, didn't I?

20 All right. At -- the millage rate as -- as  
21 tentatively approved at your first budget hearing,  
22 was .2055 mills, which is identical to the adopted  
23 rate of the fiscal year 2005-2006, which is last  
24 year.  
25 (Whereupon, Mr. Brunson enters the room.)

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 MR. WUELLNER: However, it exceeds the  
2 rolled-back rate this year by 19.7552 percent.  
3 Rolled-back millage rate would be .1716, if  
4 adopted.

5 But the proposed millage rate that was  
6 tentatively approved at your first public hearing  
7 was .2055.

8 And your first -- just by order of things,  
9 your first substantive issue needs to be the  
10 millage rate, not the budget.

11 CHAIRMAN COX: Right.

12 MR. WUELLNER: And you'll need to adopt the  
13 millage rate before you can begin discussions on  
14 the budget itself. And that will be done by  
15 resolution.

16 CHAIRMAN COX: We will stay within those  
17 parameters, I guarantee it.

18 MR. WUELLNER: Thank you, sir.

19 2. - BOARD COMMENT OF PROPOSED MILLAGE RATE

20 CHAIRMAN COX: Okay. Discussion of millage

21 rate by the Authority? Mr. Gorman, would you like

22 to open? No?

23 MR. GORMAN: Oh, sure.

24 CHAIRMAN COX: Okay.

25 MR. GORMAN: As -- as a point of direction

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006



1 and to build our public credibility, I would like  
2 to see a reduction, a reduction from the previous  
3 year, even if it is a small reduction, as a point  
4 of almost honor to the public.

5 I know we have to have reserves. And I know  
6 we've got to run the airport. But if -- an  
7 incremental cut, even, at this point, shows our  
8 direction.

9 CHAIRMAN COX: Okay. Very good point.  
10 Ms. Green?

11 MS. GREEN: I was looking for the -- in our  
12 PowerPoint presentation that was given to us by  
13 e-mail, there was a look as to where we, the  
14 airport, are comparing with other agencies.

15 CHAIRMAN COX: We're going to go in -- go  
16 ahead and put that up, Ed. I can --

17 MS. GREEN: That was significant to me.

18 CHAIRMAN COX: I'll just go ahead and talk  
19 about it now because it's --

20 MR. WUELLNER: It's up.

21 CHAIRMAN COX: -- probably a good lead-in.

22 These -- these slides actually were made up

23 by Mr. George, and he presented a couple of them

24 at the last meeting. This first slide indicates a

25 percentage of dollar increase from 1999 in St.

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 Johns County as a taxing authority (indicating).

2 Am I not loud enough? Showing from 1999 to  
3 2005, and almost 140 percent --

4 MR. WUELLNER: Percent increase in the  
5 dollars.

6 CHAIRMAN COX: -- increase in dollars since  
7 1999. Next slide, please.

8 This slide indicates the trend that will  
9 continue from 2006 on through 2010 (indicating).  
10 We come up to 250 percent, almost another 100  
11 percent increase in St. Johns County taxing.

12 This slide goes over the St. Johns County,  
13 St. Johns School Board, City of St. Augustine, and  
14 the Water Management District. And the graph, as  
15 you'll see, pretty much follows the trend moving  
16 up the scale from 1999 through 2005, and averaging  
17 anywhere, you know, from 120 to 140 percent  
18 increase in dollars, taxes.

19 Next -- that's the next slide?

20 MR. WUELLNER: This is the next slide.

21 MS. GREEN: That's 2010.

22 CHAIRMAN COX: Pardon me?

23 MS. GREEN: Up to 2010.

24 CHAIRMAN COX: Right. And this indicates the

25 trend again of percentage of dollars increased

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 through 2010 of all four of the boards indicated,  
2 up to 250 percent (indicating). Next slide.

3 This, when we throw in the St. Johns County  
4 Airport -- and it's a very good graph indicating  
5 what the airport has done or is doing at this time  
6 with an increase of 80 percent as opposed to the  
7 140 percent, 120 to 140 percent over the other  
8 taxing authorities from 1999 (indicating). And  
9 let's go to the next one.

10 This is an indication on our present course  
11 what we'd like to see happen (indicating). And  
12 what we're working toward is, you see a slight  
13 rise here with the Airport Authority, and then  
14 at -- right at 2009 or 2010, we come straight down  
15 to zero (indicating), while the other taxing  
16 authorities continue to rise on up to 250 percent  
17 ad infinitum.

18 So, it's very good look at and a comparison  
19 of the table and the taxing authorities within the

20 county. Thank you, sir.

21 MS. GREEN: And that was my comment, that I

22 liked what the airport's been doing in comparison

23 to other agencies, how we've kept it low --

24 CHAIRMAN COX: Right.

25 MS. GREEN: -- yet still maintaining some

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 revenues and capital so that we can get off the  
2 tax rolls. So, I am for staying at the millage  
3 rate, the 2005-2006 millage rate, the .2055.

4 CHAIRMAN COX: Right. If we -- if we  
5 don't -- if we don't continue with that, this line  
6 here (indicating) will not -- will continue on up,  
7 and we'll be able to compare ourselves with the  
8 rest of the taxing authorities in 2010 and having  
9 150 percent incline in our tax.

10 At this point, if we -- if we are able to  
11 stay at the .2055, it's going to allow us to get  
12 off the tax rolls quicker and I think be -- have a  
13 better fiduciary responsibility to the tax -- to  
14 the taxed public.

15 Any comments? I don't think I goofed up any  
16 of your slides there.

17 MR. WUELLNER: Thank you, sir.

18 CHAIRMAN COX: Did you want to add anything  
19 in those, Ed?

20 MR. WUELLNER: No. You covered -- covered

21 that part of it. The --

22 CHAIRMAN COX: Okay. So, we'll continue

23 talking about the discussion on the millage rate.

24 MR. BRUNSON: The only --

25 CHAIRMAN COX: Mr. Brunson?

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006



1 MR. BRUNSON: The only comment I have, for  
2 the last two meetings, I've anguished over this.  
3 And last year, for the first vote, I had to -- on  
4 the millage rate, I -- we voted and was approved  
5 to roll back the tax rate.

6 Things change. And I truly believe that  
7 we're making good business sense by keeping the  
8 millage rate, even though that's real hard for me  
9 to do. But I think the main thing is that -- that  
10 where we're going to really get in trouble if we  
11 don't really show that we can be self-sufficient  
12 and make these funds work for us to make money so  
13 we can get off the tax rate -- tax roll.

14 So, as hard as it is for me to recommend the  
15 present millage rate and take the windfall of the  
16 tax appraisals being high, that as long as we  
17 continue to take this money at my original motion  
18 to put it in reserve for things that will make us  
19 money --

20 CHAIRMAN COX: Okay.

21 MR. BRUNSON: We might have to use our credit

22 line even above that to do certain things.

23 CHAIRMAN COX: Very good points.

24 MR. BRUNSON: Okay. That's all I have.

25 CHAIRMAN COX: Okay. Going along with

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 Mr. Gorman's position on the type of message that  
2 we send, I would love to send a message saying  
3 that -- that we are moving down in taxes or that  
4 we're not increasing the tax to the public so that  
5 they understand that the tax is not increasing.

6 I don't want to do it purely for the sake of  
7 being able to say that we reduced taxes, as  
8 opposed to having the responsibility to look out  
9 into the future and get the airport off the tax  
10 rolls if we maintain the standard millage rate.

11 So, my position is, I am -- I am positively  
12 for the .2055 at this -- at the rate that we have  
13 right now.

14 If there's any further discussion from the  
15 board, I'm going to open it up to the public,  
16 please: Public discussion. Yes, sir.

17 4. - PUBLIC COMMENT ON PROPOSED MILLAGE RATE

18 MR. HICKOX: Again, Wayne Hickox, 881 Queen  
19 Road. We've had this discussion in the previous

20 meeting, but I'd like to point out to you again

21 that I'm afraid you're comparing apples to

22 oranges.

23 While, yes, the -- the population increase in

24 St. Johns County does impact the airport, the

25 truth of the matter is to compare it to the School

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 Board or the County Commission budget is a little  
2 irrational. They deal directly in population  
3 increases. And by the way, that also fuels their  
4 revenue.

5 The only way you could possibly do that is if  
6 you are renting more hangars or your landings or  
7 whatever revenue sources you're using for the  
8 general public increase accordingly.

9 As far as what you're trying to do, the  
10 points you make are very, very good about the  
11 pressure's on you, but I think, Randy, it was you  
12 who pointed out at the last meeting, cost of  
13 concrete is still going up and you still want to  
14 build things. You need a moratorium, gentlemen,  
15 if you want to achieve what you're trying to  
16 achieve in getting off the tax rolls. Thank you.

17 MR. GORMAN: Thank you.

18 CHAIRMAN COX: Any further public comment?

19 Yes, sir.

20 MR. YOUMAN: Only comment I have --

21 CHAIRMAN COX: State your name, please, if

22 you would.

23 MR. YOUMAN: Oh, sorry. Carl Youman.

24 CHAIRMAN COX: Carl?

25 MR. YOUMAN: 132 Turtle Cove Court.

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 CHAIRMAN COX: Thank you very much, sir.

2 MR. YOUMAN: I live right across the way, and  
3 I watch planes take off and land every day. I  
4 have a little deck up there and watch it.

5 And what I can't understand is the revenues,  
6 as I see it, lease income, et cetera, just barely  
7 covers the expenses at this point in time.

8 Why not triple the lease income to the people  
9 that are using the airport and, you know, get your  
10 increased revenues that way? And I can't see,  
11 from what I see here, is how you're going to go to  
12 zero by 2010 when you need, from what I can see,  
13 \$11,383,000 to operate this versus a revenue of  
14 \$1,435,000. Something doesn't connect.

15 CHAIRMAN COX: Thank you very much.

16 MR. YOUMAN: Thank you.

17 CHAIRMAN COX: Further public comment?

18 (No further public comment.)

19 CHAIRMAN COX: Not seeing any further public

20 comment, we'll move to the adoption of the millage

21 rate. And I'm open for a -- any motion.

22 5. - ADOPTION OF MILLAGE RATE

23 MS. GREEN: I make a motion to accept

24 Resolution 2006-06 for the adoption of the millage

25 rate at .2055.

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006



1 MR. WUELLNER: Could we read that into the  
2 record?

3 CHAIRMAN COX: Pardon me?

4 MR. WUELLNER: Could we read those --

5 CHAIRMAN COX: Go ahead.

6 MR. BURNETT: I'll read the resolution into  
7 the record. It's Resolution 2000 -- or would be  
8 2006-06.

9 A RESOLUTION OF THE ST. AUGUSTINE-ST. JOHNS  
10 COUNTY AIRPORT AUTHORITY OF ST. JOHNS COUNTY,  
11 FLORIDA, ADOPTING THE FINAL LEVYING OF AD VALOREM  
12 TAXES FOR FISCAL YEAR 2006-07; AND PROVIDING FOR  
13 AN EFFECTIVE DATE.

14 WHEREAS, the St. Augustine-St. Johns County  
15 Airport Authority of St. Johns County, Florida, on  
16 September 18th, 2006, adopted for Fiscal Year  
17 2006-07 a Final Millage Rate following a public  
18 hearing as required by Florida Statute 200.065;  
19 and

20           WHEREAS, the St. Augustine-St. Johns County  
21           Airport Authority of St. Johns County, Florida had  
22           a public hearing as required by Florida Statute  
23           2000 -- excuse me, 200.065; and

24           WHEREAS, the St. Augustine-St. Johns County  
25           Airport Authority proposed a millage rate of

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 0.2055 mills which is identical with the adopted  
2 rate for the prior Fiscal Year of 2005-06;

3 WHEREAS, the proposed millage rate of 0.2055  
4 exceeds the rolled-back rate by 19.7552 percent.

5 NOW, THEREFORE, BE IT RESOLVED by the  
6 St. Augustine-St. Johns County Airport Authority  
7 of St. Johns County, Florida, that the Fiscal Year  
8 2006-07 operating millage rate is 0.2055 mills  
9 which exceeds the rolled-back rate of 0.1716 mills  
10 by 19.75552 (sic) percent.

11 THIS RESOLUTION shall take effect immediately  
12 upon its adoption.

13 DULY ADOPTED at a public hearing this 18th  
14 day of September, 2006, by its Chairman, attest by  
15 its Executive Director.

16 CHAIRMAN COX: All right.

17 MR. BURNETT: That would be the resolution.

18 CHAIRMAN COX: Motion on the table. The  
19 resolution's been read. Do I hear a second?

20 MR. BRUNSON: I'll second.

21 CHAIRMAN COX: Motion on the table and it's

22 been seconded. Any discussion?

23 (No discussion.)

24 CHAIRMAN COX: All those in favor?

25 MS. GREEN: Aye.

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 CHAIRMAN COX: Aye.

2 MR. BRUNSON: Aye.

3 CHAIRMAN COX: All those opposed?

4 MR. GORMAN: Nay.

5 CHAIRMAN COX: The ayes win. The millage

6 rate of .2055 is the adopted millage rate.

7 Presentation of proposed budget.

8 6. - PRESENTATION OF PROPOSED BUDGET

9 MR. WUELLNER: Okay. Next substantive item

10 on -- that -- that you discuss will be the budget.

11 And if you'll allow me, I'll review the budget.

12 And again, please feel free to interject any

13 questions, and we'll do our best to get -- get

14 some answers that -- should you have any.

15 (Whereupon, Mr. Burnett leaves the room.)

16 MR. WUELLNER: Otherwise, this is basically

17 the same information that was put forward at your

18 first public hearing last week.

19 The Airport Authority's proposed revenues or

20 lease-related revenues of \$1,435,293 projected for  
21 next year; cash forward of \$721,303; interest  
22 income of \$40,000; state grant income of  
23 \$3,602,500; federal grant income of \$3,325,000.

24 (Whereupon, Mr. Burnett enters the room.)

25 MR. WUELLNER: Ad valorem proceeds, based on

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 the .2055 mills, of \$4,456,000, leading to a total  
2 revenue budget as -- as forecast for fiscal year  
3 2006-07 of \$13,580,096.

4 Against an expenditure budget, major  
5 classifications of which are salaries or personnel  
6 expenditures, which include taxes and statutory  
7 requirements, as well as benefits of \$694,799;  
8 operating expenditures totaling \$1,191,000; and  
9 debt service of zero; reserves of \$1,167,897;  
10 equipment capital expenditure of \$325,700; and a  
11 construction expenditure of \$10,200,700, for a  
12 total expenditure budget balancing the revenue  
13 budget of \$13,580,000 -- excuse me \$13,580,096.

14 CHAIRMAN COX: Is that it?

15 MR. WUELLNER: Yes, sir.

16 CHAIRMAN COX: All righty. Moving into  
17 discussion by the Authority. Mr. Brunson?

18 7. - BOARD COMMENT ON PROPOSED BUDGET

19 MR. BRUNSON: I have no comment, because I've

20      been over this and over this and over this. So, I  
21      have no comment. This is the budget I approved  
22      the last two times.

23           CHAIRMAN COX: Mr. Gorman?

24           MR. GORMAN: I'll keep it brief. I still  
25      would like to see an independent analysis of -- a

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006



1 comparative analysis for each operational  
2 component to see if any belt-tightening is  
3 possible.

4 Of course, it's good for us to continue with  
5 substantive -- substantial reductions in -- in the  
6 most onerous costs, like insurance, and see --  
7 really, that needs to have a lot more work done on  
8 it than we have done already.

9 CHAIRMAN COX: Ms. Green?

10 MS. GREEN: I'm the same with Mr. Brunson;  
11 we've gone over this and over this, and I -- I am,  
12 even more so looking -- I'd like to get into, as  
13 Mr. Gorman says, looking at self-insured or  
14 something to cut the most astronomical budget cost  
15 which we have little to no control over, which is  
16 insurance.

17 CHAIRMAN COX: Right.

18 MS. GREEN: So, I think we've done what we  
19 can. And hopefully with these T-hangars and

20 everything getting finished, we'll have some of  
21 that revenue that there -- the gentleman was  
22 speaking about, in the future.

23 CHAIRMAN COX: My comments mirror yours and  
24 Mr. Brunson's.

25 So, we'll have no further comment from the

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 board. We'll move into public comment on the  
2 budget. Any public comment?

3 MR. BRUNSON: Over here.

4 8. - PUBLIC COMMENT ON PROPOSED BUDGET

5 CHAIRMAN COX: Yes, sir.

6 MR. JONES: Joe Jones, 4672 Fifth Avenue. I  
7 mostly just had a comment about your income you're  
8 going to get off of your T-hangars and your  
9 commercial hangars. You're showing a 2 percent  
10 increase every year on your rent. So, by the time  
11 the four years is up, you're really only a  
12 difference of a hundred thousand dollars from  
13 where you're already at now.

14 So, what are you planning in four years of  
15 construction, about 32 T-hangars?

16 MR. WUELLNER: No. There's --

17 MR. JONES: And maybe one corporate?

18 MR. WUELLNER: Actually, there's almost 60 --

19 CHAIRMAN COX: Sixty-two.

20 MR. BRUNSON: Sixty-two.

21 MR. JONES: Well, the revenue difference is  
22 only a hundred thousand dollars. That's what I'm  
23 wondering. From what you're showing.

24 MR. WUELLNER: I'm not sure what you're  
25 looking at.

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 MR. JONES: From where you're at right now  
2 today, you're doing a 2 percent increase a year.

3 MR. WUELLNER: Correct.

4 MR. JONES: So, if you do 2 percent from  
5 where you're at right now, you'll come up to  
6 \$249,000. And four years from now, you're only  
7 projecting what, \$223-?

8 MR. WUELLNER: Yeah.

9 MR. JONES: So, it's only like a hundred  
10 thousand dollars difference, which it should be a  
11 lot more.

12 MR. HICKOX: Did you add in the new hangars?

13 MR. JONES: That's what I'm saying. In four  
14 years -- no, I'm saying it's only a hundred  
15 thousand dollars difference. Sixty hangars should  
16 be a lot more than that.

17 MR. WUELLNER: I think it is. I think -- I  
18 think you're going to find it is.

19 MR. JONES: And the same thing with the

20 conventional hangars. When you put the 2 percent  
21 increase in there, you're not really that far off  
22 from where you're at.

23 CHAIRMAN COX: So -- but -- but you have a  
24 question about it or you just --

25 MR. JONES: Well, yeah. It just seems like

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1     how many hangars are you actually building in four  
2     years? Is it 60 or is it 30 from what you have  
3     now? Or the same thing with -- you know, with the  
4     commercial hangars; by the time you do the 8, 9,  
5     and 10 in four years, you ain't that far off.

6     You're only like \$30,000 difference when you just  
7     put the 8, 9, and 10 income in there.

8           MR. WUELLNER: The 8, 9, and 10 income begins  
9     next year.

10          MR. JONES: Right.

11          MR. WUELLNER: At \$52,5-, because it's only a  
12     partial year --

13          MR. JONES: Right.

14          MR. WUELLNER: -- that's -- that's in there.

15          MR. JONES: By the time you go down to year  
16     four --

17          MR. WUELLNER: By the time I go to year four,  
18     I'm at -- it's at \$126-. It's CPI adjustments  
19     from that point, or approximate CPI.

20 MR. JONES: Right.

21 MR. WUELLNER: But each --

22 MR. JONES: So, \$123-, and then what are you

23 already getting with your conventional hangars?

24 Like \$360-, right? Or is it \$322-? Three-sixty

25 was with the 10 percent -- 2 percent a year up to

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006



1 the four years.

2 MR. WUELLNER: Well, the corporate or  
3 conventional hangar revenues, if you look at the  
4 total lines, you'll see it goes from \$357- in  
5 revenues to \$600,000 in the -- in the five-year  
6 period. So, it more -- it almost doubles.

7 MR. JONES: No. Some of them commercial  
8 lease -- now, the lease -- the commercial leases  
9 is the same as your corporate hangars and your --

10 MR. WUELLNER: No.

11 MR. JONES: -- commercial hangars?

12 MR. WUELLNER: That's --

13 MR. JONES: That's something different?

14 MR. WUELLNER: It's a different type of lease  
15 and they have different types of terms.

16 MR. JONES: Right. That's why I'm asking.  
17 Because you seem like you have a big jump every  
18 four years in your commercial leases. Is that  
19 something just like Grumman paying up something

20 every four years or something like that? Because  
21 every four years, seems like you do a big jump on  
22 those.

23 CHAIRMAN COX: Let me -- let me interrupt.

24 MR. JONES: I'm just asking.

25 CHAIRMAN COX: We need to -- we need to stick

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 to the 06-07 budget discussion. I'm -- I'm not  
2 trying to cut you off or anything here, but I'm --  
3 I'm missing any point that you're making for this  
4 particular budget discussion.

5 MR. JONES: Well, I'm looking at your whole  
6 thing for your budget forecast. You know, to me,  
7 it's all one. I mean, if you're --

8 CHAIRMAN COX: I understand what --

9 MR. JONES: If you're putting money aside --

10 CHAIRMAN COX: Well, I'm just -- I'm  
11 looking --

12 MR. JONES: -- to build things --

13 CHAIRMAN COX: -- if you have any input to --  
14 to develop our --

15 MR. JONES: No, I'm just wondering how you  
16 come up with it.

17 CHAIRMAN COX: -- to develop our position on  
18 the budget for this particular discussion, that's  
19 great. I just -- I don't want to just sit here

20 and beat this up.

21 MR. JONES: No, I'm not -- not trying to beat

22 nothing.

23 CHAIRMAN COX: No, I know.

24 MR. WUELLNER: I'll be happy to spend some

25 time with you with it, anytime you want to.

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 MR. JONES: That's all. I was just trying to  
2 understand --

3 CHAIRMAN COX: Thanks a lot.

4 MR. JONES: -- you put the 2 percent on here.

5 CHAIRMAN COX: Public comment. Yes, ma'am?

6 MS. WILLIS: Mary Willis, Araquay Park. I  
7 just have some comments. You're asking the people  
8 for \$4,456,000 in taxes. And, of course, the  
9 experience is you always get a little bit more  
10 than that, because you cannot budget a hundred  
11 percent of what you could possibly get. That is  
12 almost a million dollars more than last year,  
13 \$958,525.

14 As I analyze your budget, the \$4,456,000  
15 would cover what you have for actual operating  
16 expenses of about \$3 million. So, you're coming  
17 out ahead there about one million four, part of  
18 which would have to go into capital outlay because  
19 your other income would not cover the 10 million

20 five that you expect to spend.

21 So, you would be building up your reserves,

22 and that is part of the point; is that correct?

23 CHAIRMAN COX: Yes, ma'am.

24 MS. WILLIS: Okay. Thank you.

25 CHAIRMAN COX: Absolutely correct. Thank you

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 very much.

2 MS. WILLIS: Sorry about that.

3 CHAIRMAN COX: Public comment on this agenda  
4 item? Any further public comment?

5 (No further public comment.)

6 CHAIRMAN COX: Seeing no further public  
7 comment, we will go to the adoption of the budget.  
8 And I will entertain a motion concerning that.

9 9. - ADOPTION OF BUDGET

10 MS. GREEN: I'll make a motion we adopt  
11 Staff's recommendation and the budget that we have  
12 discussed, whatever the resolution number is.

13 CHAIRMAN COX: Resolution 2006-07. And if  
14 the attorney, please, would read that resolution.

15 MR. BURNETT: Sure. It's A RESOLUTION OF THE  
16 ST. AUGUSTINE-ST. JOHNS COUNTY AIRPORT AUTHORITY  
17 OF ST. JOHNS COUNTY, FLORIDA, ADOPTING THE FINAL  
18 BUDGET OF FISCAL YEAR 2006-07; PROVIDING FOR AN  
19 EFFECTIVE DATE.

20           WHEREAS, a special meeting of the St.  
21           Augustine-St. Johns County Airport Authority was  
22           held in St. Augustine, Florida on the 18th day of  
23           September, 2006, beginning at 5:01 p.m., at which  
24           time a majority of the members of the St.  
25           Augustine-St. Johns County Airport Authority were

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006



1 present; and

2 WHEREAS, the St. Augustine-St. Johns County  
3 Airport Authority has prepared a budget for the  
4 Fiscal Year 2006-07; and

5 WHEREAS, the St. Augustine-St. Johns County  
6 Airport Authority held a public hearing on the  
7 proposed annual budget as required by Florida  
8 Statute 200.065; and

9 WHEREAS, the St. Augustine-St. Johns County  
10 Airport Authority adopted a final millage rate  
11 prior to adopting this Resolution.

12 NOW, THEREFORE, BE IT RESOLVED by the  
13 St. Augustine-St. Johns County Airport Authority  
14 of St. Johns County, Florida, that:

15 The annual -- annual budget estimates of  
16 reserves (sic) and expenditures of the  
17 St. Augustine-St. Johns County Airport Authority  
18 for the fiscal year 2006-07, as considered and  
19 acted upon by the St. Augustine-St. Johns County

20 Airport Authority, under and by the authority of  
21 the laws of State of -- of the State of Florida,  
22 are hereby ratified, approved and adopted by the  
23 St. Augustine-St. Johns County Airport Authority,  
24 and the amounts of monies set forth therein are  
25 hereby appropriated.

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1           Number 2. The annual budget of reserves  
2           (sic) and expenditures adopted for the ensuing  
3           fiscal year 2006-07, shall be attached to the  
4           minutes of this meeting.

5           THIS RESOLUTION shall take effect immediately  
6           upon its adoption.

7           DULY ADOPTED at a public hearing this 18th  
8           day of September, 2006, by its Chair, attest by  
9           the Executive Director.

10          CHAIRMAN COX: Have a motion on the table.  
11          The resolution's been defined. Do I hear a  
12          second?

13          MR. BRUNSON: I second.

14          CHAIRMAN COX: Motion's been seconded. Any  
15          further discussion?

16          (No further discussion.)

17          CHAIRMAN COX: All in favor?

18          MS. GREEN: Aye.

19          CHAIRMAN COX: Aye.

20 MR. BRUNSON: Aye.

21 CHAIRMAN COX: All opposed?

22 MR. GORMAN: Nay.

23 CHAIRMAN COX: The ayes have it.

24 Well, that's going to close out the final

25 public hearing. Are there any comments from the

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006

1 board members before we close this portion of the  
2 meeting?

3 (No further comments.)

4 CHAIRMAN COX: All right. This final public  
5 hearing on the annual budget for 06-07 is hereby  
6 adjourned. And we'll move into the open meeting  
7 for the regular meeting.

8 Give me a five-minute recess here to redo the  
9 tapes and get everybody squared away. We'll  
10 readjourn at 5:30.

11 (Whereupon, the meeting adjourned at 5:27 p.m.)

12

13

14

15

16

17

18

19

20

21

22

23

24

25

**AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006**

1           REPORTER'S CERTIFICATE

2

3 STATE OF FLORIDA    )

4 COUNTY OF ST. JOHNS )

5

6       I, JANET M. BEASON, RPR-CP, RMR, CRR, certify

7 that I was authorized to and did stenographically

8 report the foregoing proceedings on September 18,

9 2006, and that the transcript is a true record of my

10 stenographic notes.

11

12       Dated this 25th day of September, 2006.

13

14

\_\_\_\_\_  
JANET M. BEASON, RPR-CP, RMR, CRR  
Notary Public - State of Florida  
My Commission No.: DD531390  
Expires: April 30, 2010

17

18

19

20

21

22

23

24

25

AIRPORT AUTHORITY BUDGET MEETING - SEPTEMBER 18, 2006