

ST. AUGUSTINE - ST. JOHNS COUNTY AIRPORT AUTHORITY

Budget Meeting

held in The Conference Center, Meeting Room A

4730 Casa Cola Way

St. Augustine, Florida

on Monday, September 8, 2014

from 5:03 p.m. to 5:15 p.m.

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BOARD MEMBERS PRESENT:

- CARL YOUMAN
- ROBERT COX, Chairman
- KELLY BARRERA
- JOSEPH CIRIELLO
- RANDY BRUNSON

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ALSO PRESENT:

DOUGLAS N. BURNETT, Esquire, St. Johns Law Group,  
509 Anastasia Boulevard, St. Augustine, FL, 32080,  
Attorney for Airport Authority.

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

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## 1 PROCEEDINGS

2 CHAIRMAN COX: First public hearing for the  
3 2014-15 budget is now open.

4 MR. WUELLNER: Okay. Today -- if you don't  
5 mind, today is the first public hearing. The  
6 advertising for this is provided as a part of your  
7 TRIM notification.

8 We will be discussing the millage rate by the  
9 Airport Authority and then take public comment as  
10 required, followed by adoption of the tentative  
11 millage resolution, which will be Resolution  
12 2014-02. Then we will discuss the budget. So you  
13 have to do one before the other in terms of  
14 adoption.

15 I can tell you that based on the input we were  
16 given by board members and the board at the TRIM  
17 hearing, the proposed budget -- excuse me, the  
18 proposed millage rate for the upcoming fiscal year  
19 is still proposed at zero. So there is no proposed  
20 millage being made at this time.

21 MR. YOUMAN: Do we vote on that now, make a  
22 motion? What do we do?

23 MR. WUELLNER: He has a resolution that -- if  
24 that's your desire.

25 MR. BURNETT: Two things. One, let's take

1 public comment on the resolution before we vote on  
2 the resolution; and then two, I need to read the  
3 resolution in it's entirety. So if I might,  
4 Mr. Chairman.

5 It's St. Augustine-St. Johns County Airport  
6 Authority Resolution 2014-02.

7 "A resolution of the St. Augustine-St. Johns  
8 County Airport Authority of St. Johns County,  
9 Florida, adopting the tentative levying of ad  
10 valorem taxes for Fiscal Year 2014-2015; providing  
11 for an effective date.

12 Whereas, the St. Augustine-St. Johns County  
13 Airport Authority of St. Johns County, Florida, on  
14 September 8th, 2014, adopted for Fiscal Year  
15 2014-2015 a tentative millage rate following a  
16 public hearing as required by Florida Statute  
17 200.065; and

18 Whereas, the St. Augustine-St. Johns County  
19 Airport Authority proposed a millage rate of 0.0000  
20 and said rate does not exceed the rolled back rate.

21 Now, therefore, be it resolved by the  
22 St. Augustine-St. Johns County Airport Authority of  
23 St. Johns County, Florida, that the Fiscal Year  
24 2014-2015 operating tentative millage rate is  
25 0.0000 mills which does not exceed the rolled back

1 rate.

2 This resolution shall take effect immediately  
3 upon its adoption. Duly adopted at a public  
4 hearing this 8th day of September, 2014."

5 That would be the proposed resolution.

6 MR. YOUMAN: Is there a number to that  
7 resolution?

8 MR. BURNETT: 2014-02. And with that, we'd be  
9 ready for public comment, Mr. Chair.

10 CHAIRMAN COX: Got it. Open for public  
11 comment on this agenda item. Mr. Martinelli?

12 MR. MARTINELLI: Bravo, Bravo. I think it's a  
13 great -- 0000.

14 CHAIRMAN COX: Any further public comment?

15 (None.)

16 CHAIRMAN COX: None seen. Tentative adoption.

17 MR. BRUNSON: I'll make a motion that we adopt  
18 2014-06 (sic) as read by --

19 CHAIRMAN COX: Hold on.

20 MR. WUELLNER: 02.

21 MR. BRUNSON: Hmm?

22 MR. WUELLNER: 02.

23 MR. BRUNSON: 02?

24 MR. BURNETT: 2014-02.

25 MR. BRUNSON: 02. I thought you said 06.

1 Correction. 02, as read by attorney, for approval.

2 MR. YOUMAN: I second.

3 CHAIRMAN COX: Motion on the table. Looking  
4 for a second.

5 MR. YOUMAN: Second.

6 CHAIRMAN COX: Second? Any further  
7 discussion?

8 (None.)

9 CHAIRMAN COX: All in favor?

10 MR. CIRIELLO: Aye.

11 MS. BARRERA: Aye.

12 MR. YOUMAN: Aye.

13 MR. BRUNSON: Aye.

14 CHAIRMAN COX: Aye. The ayes have it. Motion  
15 passes unanimously. Budget -- proposed budget.

16 MR. WUELLNER: Thank you. Same -- same  
17 general process. We'll go ahead and walk through  
18 the budget real quickly and it can be followed then  
19 by discussion and public comment and then  
20 adoption -- reading and then adoption of the  
21 ordinance.

22 I have taken the opportunity to meet with all  
23 of you individually. We've addressed all comments  
24 and concerns related to the budget. This  
25 represents the latest and greatest for lack of

1 better words relative to budget. If you will --  
2 would like to follow through it, I would -- I'll  
3 work through the summary and if you have specific  
4 questions, we can come back and hit those areas  
5 as -- as you make me aware of that.

6 Basically we're -- we're that fuel this year  
7 will generate \$126,586. Leases will generate  
8 \$3,210,913. We will have operating agreements that  
9 generate \$593,496. That total operating revenue at  
10 100 percent would equal \$3,930,995. By statute,  
11 we -- that is reduced to 95 percent. So we are --  
12 we reduce the revenue expectation by 5 percent.  
13 That leaves that total estimated revenue at  
14 \$3,734,445.

15 Nonoperating reserves include any kind of  
16 loans, grants, and others. We have reserves  
17 forward of \$5,108,275. We have loans equaling  
18 zero. We -- we owe nobody any -- any money at this  
19 point. We have proposed grants from FAA, FDOT, and  
20 the Florida Inland Navigation District, FIND  
21 district, that total \$4,233,050, for a total  
22 nonoperating revenue expectation of \$9,341,325, for  
23 a total revenue estimate for the year, upcoming  
24 year at \$13,075,771.

25 On the expense side, we are estimating

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1 personnel expenditures at \$1,167,642, operating

2 expenses of \$1,508,805. Reserves at the end of the  
3 fiscal year would be \$5,204,063. And capital  
4 expenditure for the upcoming year is proposed at  
5 \$5,195,261. That results in a total expenditure  
6 budget of \$13,075,771 which is indeed in balance  
7 with the revenue expectation for the year. And I  
8 would be happy to try and answer questions as you  
9 might have them.

10 CHAIRMAN COX: Any questions or board  
11 discussion on the proposed budget?

12 MR. YOUMAN: No, I --

13 MR. BRUNSON: Refresh my memory. The large  
14 drop -- jump in the grants, is it because of the  
15 airline?

16 MR. WUELLNER: No, sir. This is really just a  
17 larger FAA project that's available. So about \$3  
18 million --

19 MR. BRUNSON: Okay.

20 MR. WUELLNER: -- FAA for Taxiway Alpha.

21 MR. BRUNSON: Okay.

22 MR. WUELLNER: That's the lion's share of it  
23 anyway. That's more detailed. If you desire that  
24 information, the second-to-last page that you have  
25 there has how the breakdown of grant funds occurs

1 with FAA, FDOT, and FIND district as well as 5

2 percent DOT monies. Okay.

3 CHAIRMAN COX: Any further decision?

4 (None.)

5 CHAIRMAN COX: I'm open for public comment.

6 MR. YOUMAN: I'd just like to make a comment.

7 I went over the budget with Mr. Wuellner and we

8 discussed line items and personally I think this is

9 a very good budget. It's achievable and I would

10 vote for it.

11 MR. WUELLNER: Okay. Public comment?

12 MR. MARTINELLI: Just like I said before, this

13 is -- this is really a great budget preparation.

14 The crosswalk is clear, and I think kudos go to not

15 only Ed, but to Cindy, who has really done all

16 the -- not Cindy -- Cindy W.

17 MR. WUELLNER: C.W.

18 MR. MARTINELLI: C.W.

19 CHAIRMAN COX: Too bad, Cindy.

20 MS. HOLLINGSWORTH: That's okay.

21 MR. MARTINELLI: So, job well done. Job well

22 done.

23 CHAIRMAN COX: Thank you, sir. Appreciate

24 that.

25 MR. BURNETT: And with that, Mr. Chair, if I

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1 might, I'll read the proposed resolution.

2 It's St. Augustine-St. Johns County Airport



3 Authority Resolution 2014-03.

4 "A resolution of the St. Augustine-St. Johns  
5 County Airport Authority of St. Johns County,  
6 Florida, adopting the tentative budget for Fiscal  
7 Year 2014-2015 providing for an effective date.

8 Whereas, the St. Augustine-St. Johns County  
9 Airport Authority of St. Johns County, Florida, on  
10 September 8th, 2014, adopted for Fiscal Year  
11 2014-2015 a tentative budget following a public  
12 hearing as required by Florida Statute 200.065; and

13 Whereas, the St. Augustine-St. Johns County  
14 Airport Authority has prepared a budget for the  
15 Fiscal Year 2014-2015; and

16 Whereas, the St. Augustine-St. Johns County  
17 Airport Authority adopted a tentative millage rate  
18 prior to adopting this resolution.

19 Now, therefore, be it resolved by the  
20 St. Augustine-St. Johns County Airport Authority of  
21 St. Johns County, Florida that:

22 1. The annual budget estimates of revenues  
23 and expenditures of the St. Augustine-St. Johns  
24 County Airport Authority for the Fiscal Year  
25 2014-2015, as considered and acted upon, under and

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1 by the authority of the Laws of Florida, are hereby  
2 ratified, approved and tentatively adopted, and the

3 amounts of money set forth therein are hereby  
4 appropriated.

5 2. The annual budget of revenues and  
6 expenditures tentatively adopted for the ensuing  
7 Fiscal Year 2014-2015, shall be attached to the  
8 minutes of this meeting.

9 This resolution shall take effect immediately  
10 upon its adoption."

11 CHAIRMAN COX: Okay. We're looking for a  
12 motion.

13 MR. BRUNSON: I'll make a motion that we  
14 approve the 2014-03 for the budget for 2014-15 as  
15 read by our counsel.

16 MR. YOUMAN: I second it.

17 CHAIRMAN COX: Motion on the table. It's been  
18 seconded. Any further discussion?

19 (None.)

20 CHAIRMAN COX: All in favor?

21 MR. CIRIELLO: Aye.

22 MS. BARRERA: Aye.

23 MR. YOUMAN: Aye.

24 MR. BRUNSON: Aye.

25 CHAIRMAN COX: Aye. Motion passes

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1 unannouncedly.

2 MR. YOUMAN: Make I make just one comment?

3 CHAIRMAN COX: We passed the motion already,

4 so...

5 MR. YOUMAN: I understand that.

6 CHAIRMAN COX: Go ahead.

7 MR. YOUMAN: It's just a little thing.

8 CHAIRMAN COX: Go ahead.

9 MR. YOUMAN: According to Ed, and you correct  
10 me if I'm wrong, if any of us wanted to review  
11 whether the airline is making a profit for us or  
12 not, C.W. has the ability to pull out the numbers  
13 as a sub-operating expense item so that we can  
14 watch the financial performance of the airline  
15 process. It's back to you, Mr. Chair. I made my  
16 comment.

17 CHAIRMAN COX: I just didn't know if you were  
18 looking for an answer or not. That's fine.

19 MR. YOUMAN: No. He didn't say negative, so  
20 he agrees.

21 CHAIRMAN COX: All right. Well, comments?

22 MR. BRUNSON: What else?

23 MR. WUELLNER: Any more --

24 CHAIRMAN COX: Pardon me?

25 MR. WUELLNER: Any more for you guys if you

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1 have any.

2 CHAIRMAN COX: Any other -- any further  
3 comments? Because we're -- that's it, then.

4 MR. BURNETT: At this time, Mr. Chair, I think  
5 we close the budget meeting and reconvene.

6 CHAIRMAN COX: Right. Yeah, that's what I was  
7 looking for. So the first public hearing budget  
8 meeting is closed.

9 (Hearing concluded at 5:15 p.m.)

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1 REPORTER'S CERTIFICATE

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3 STATE OF FLORIDA )

4 COUNTY OF ST. JOHNS )

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

7 I was authorized to and did stenographically report the

8 foregoing proceedings and that the transcript is a true

9 record of my stenographic notes.

10 Dated this 17th day of September, 2014.

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JANET M. BEASON, RPR-CP, RMR, CRR

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