



MELBOURNE AIRPORT AUTHORITY BOARD MEETING

AGENDA - AMENDED

June 28, 2017 at 8:30 AM

Orlando Melbourne International Airport Board Room

Pledge of Allegiance

Airport Announcements

Action Items

Approval of the minutes of the April 26, 2017 meeting in the Orlando Melbourne International Airport Board Room.

Item A-1 Recommendation to Award the Runway 9R–27L Mill and Overlay Project to the Lowest Responsive Qualified Bidder, Preferred Materials, Inc. from Kissimmee, Florida in the amount of \$20,497,779.00.

The last independent runway inspection authorized by FDOT indicated that the condition of the pavement for the main Runway 9R-27L with a quality level of POOR (58 out of a possible 100). Engineered-design drawings for the project were prepared by AVCON, Inc. along with support from Airport Engineering Company. Twenty-four sets of plans were distributed with at least six prime bidders. Three bids were received with the lowest responsive qualified bidder being Preferred Materials, Inc. from Kissimmee, Florida. Staff is currently in discussions with FAA regarding funding for this project, which must be submitted before the end of the month.

| <u>BIDDER</u> | <u>LOCATION</u> | <u>BID AMOUNT</u> |
|------------------------------|-------------------|-------------------|
| Preferred Material, Inc. | Kissimmee, FL | \$20,497,779.00 |
| Anthony Allegra Cement, Inc. | Valley View, OH | \$22,068,403.19 |
| Gibbs & Register | Winter Garden, FL | \$24,851,617.50 |

At the April meeting, the Authority approved Resolution 5-17 to accept the grant from the FAA in an amount not to exceed \$16,777,278. Resolution 5-17 (Amended) increases the grant to an amount not to exceed \$20,131,823 to accept the full amount of the grant based on bids. The total project costs are:

| <u>Funding Source</u> | <u>Project Costs</u> |
|-----------------------|----------------------|
| FAA | \$ 20,131,823 |
| FDOT | 1,071,835 |
| MAA | 1,165,034 |
| Total | <u>\$ 22,368,692</u> |

Construction is anticipated to begin in January. Staff will include the change to the budget for this project in FY17/18 budget.

Staff recommends approval of the award to Preferred Materials, Inc. in the amount of \$20,497,779.00 for the Runway 9R-27L Mill and Overlay Project, contingent upon receiving FAA Airport Improvement Program (AIP) discretionary entitlement funding, approval of Resolution 5-17 (Amended) and authorization for the Executive Director to execute said contract on behalf of Authority.

Item A-2 Recommendation to Approve Resolution No. 8-17 and Submittal of Final Application to State Infrastructure Bank in an amount not to exceed \$14,632,812.00.

The Airport Authority Board has recently approved a number of projects that require considerable matching contributions. While there are sufficient funds to cover the matching amounts of the approved projects, doing so would reduce the cash below the standard of \$20,000,000.00 held in reserve. Staff considered the options of a slow down to the construction of the projects, payment of the matching amounts from reserves, or borrowing funds. Staff proposes participating in a State of Florida program that advances funds from the State Infrastructure Bank (SIB). If approved, the final negotiations will take place during October and November, 2017. Debt service on this agreement would come primarily from Passenger Facility Charges (PFC) from future years. The principle amount is proposed at an amount not to exceed \$14,632,812.00, with draws as needed on an annual basis. Based on conversations with SIB personnel, it is likely the rate will be in the vicinity of 2.43 percent with pledged loan coverage at 1.229 percent.

Staff recommends approval of Resolution 8-17 to submit a final application to the State Infrastructure Bank, and present this item to the Melbourne City Council for concurrence. The application amount will not exceed \$14,632,812.00 and authorization for the Executive Director to negotiate terms of the agreement and execution of the negotiated agreement by the Chairman.

Item A-3 Recommendation to Approve the Consent to Potential Assignment of Lease to STS Aviation Group, Inc.

STS Aviation Group, Inc. is purchasing the assets and certain liabilities of AeroMod International LLC, including the lease of 110 Aerospace Drive (the large hangar), Unit 6 of Aerospace Center, and the Planeport. Staff recommends approval of the Consent to Potential Assignment of Lease and authorization for the Executive Director to sign said Consent on behalf of the Authority.

Discussion Item**Item D-1 Lisa Waters - Florida Airports Council****Information Items**

- Item I-1 Financial Update**
- Item I-2 Operations Update**
- Item I-3 Construction Projects Update**
- Item I-4 ATCT Construction Project Update**
- Item I-5 Business Development Update**

Public Speakers

Pursuant to 286.0105, Florida Statutes, the Airport hereby advises the public that if a person decides to appeal any decision made by the Airport Authority with respect to any matter considered at its meeting or hearing, he will need a record of the proceedings, and that for such purpose, affected persons may need to ensure that a verbatim record of the proceedings is made, which record includes the testimony and evidence upon which the appeal is to be based.

In accordance with the Americans with Disabilities Act and Section 286.26, Florida Statutes, persons with disabilities needing special accommodation to participate in this meeting should contact the Airport (723-6227) at least 48 hours prior to the meeting.