

On Tuesday, April 4, 2006, the meeting of the Board Members of the City of Kerrville, Kerrville-Kerr County Joint Airport Board, was called to order at 4:02 p.m. by Dr. John Davis, President, at the City of Kerrville City Hall, 800 Junction Highway, Kerrville, Texas.

Members Present:

Dr. John Davis, President
Commissioner Letz, Vice President
Commissioner Williams
Councilperson Coleman
Roger Bobertz
Mayor Gene Smith

Members Absent

Granger MacDonald (Resigned)

Staff Present:

Mindy Windele, Business Programs
David Pearce, Airport Manager
Bruce McKenzie, Street Dept.
K. Irene Stone, Executive Assistant to City Manager
Micah Grau, Intern to City Manager

2. Visitors/Citizens Forum No one spoke.

3. Approval of Minutes for March 7, 2006, Meeting

Mayor Smith moved to approve the Minutes for the March 7, 2006, as amended at Meeting. Motion was seconded by Mr. Bobertz and passed 6-0.

4. Review and discuss proposed Airport Capital Projects

Dave Pearce presented the Board with a list of the proposed Airport Capital Projects and explained each line item in detail. The Board requested that the list reflect the order of

301

importance and briefly discussed the priorities for the items listed. The Board also asked Mr. Pearce to bring the list back for discussion on funding in May. Dr. Davis noted to the Board that he felt the list accurately represented the Airport's Capital Projects for the next five years. Dr. Davis then stated that as the Board had reviewed and discussed the list and had no changes, would Mr. Pearce be able to proceed. Mr. Pearce said yes, now he could go forward with the list.

5. Acceptance of Mr. MacDonald's resignation

Commissioner Williams addressed the Board about Mr. MacDonald's resignation and stated that he personally was saddened about the announcement as he felt Mr. MacDonald had a deep concern for the Airport. The Board agreed that Mr. MacDonald's unique perspective and business experience which he provided to the Board would be missed. The Board also individually expressed appreciation to Mr. MacDonald for his service to the Board and their reluctant acceptance of his resignation.

Commissioner Williams moved that the Board accept Mr. MacDonald's resignation as presented; Commissioner Letz seconded, and the motion passed 6 to 0.

6. Approval of Resolution of Thanks to Mr. MacDonald

Commissioner Williams read the Resolution of Thanks for Mr. MacDonald to the Board. He then moved that the Board accept the Resolution of Thanks as presented; Commissioner Letz seconded, and the motion passed 6 to 0.

7. Discuss the Budget Process and the Budget Schedule

Dave Pearce explained to the Board that Commissioner Letz asked that this item be on the agenda. Commissioner Letz wanted to know the budget schedule, how the budget process was proceeding, and if there would be special budget meetings.

Mr. Pearce addressed the Board and stated that first they would look at the Capital Outlay Projects. He then briefly outlined the budget projects process. He will have a process outline by April 18th at the Special Meeting.

Commissioner Letz noted to the Board that he would like to address two items as part of this year's budget process:

- 1) The Governance Agreement --in specific the nomination process, and
- 2) The Agreement with Kerrville on Operations with particular emphasis on some "bumps in the road" such as evaluation of the Airport Manager and the five-year mowing contract.

Commissioner Letz would also like to have certain items "broke out" of the budget so that the Board can determine if the City or County can do the item the cheapest. He gave as an example the mowing and road maintenance at the Airport.

Commissioner Williams stated he was concern it was too early in the budget process to be discussing Capital Outlay Projects and hoped the Board would not take action today. Mr. Pearce explained that the Board was not to decide on the budget for the Capital Outlay Projects today, but rather look at target dates and priority listings.

No action was taken by the Board.

8. Discuss the Terminal Process

Dave Pearce updated the Board on the Airport Terminal Project and stated that the bids received were lower. He hoped to have favorable news on the bids and funding at the Special Meeting on April 18th.

No action was taken by the Board.

9. Review Financials

No action was taken by the Board.

58

10. Announcements and General Updates

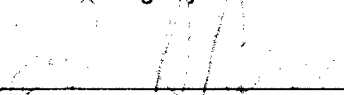
Several announcements were made about the following issues:

Dr. Davis requested that Granger MacDonald continue to serve on the Taxilane Subcommittee despite his resignation from the Airport Board. If Mr. MacDonald would be unable to serve, then Dr. Davis would have to fill the vacancy with another appointment.

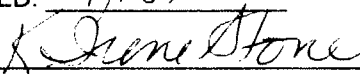
David Pearce reminded the Board about the Special Meeting on April 18th at 5pm, City Hall.

11. Adjournment

Mr. Bobertz moved for adjournment; motion was seconded by Mr. Coleman and passed 6 to 0. The meeting adjourned at 5:13 p.m.



 Dr. John Davis, President

APPROVED: 4/18/06


 K. Irene Stone, Executive Assistant to
 the City Manager