

BOARD OF SUPERVISORS

Agenda Item

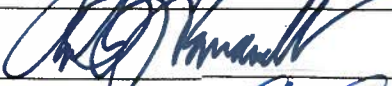

Meeting Date:	July 1, 2014
Title:	Approve Stafford Regional Airport's Request for Reallocation of Loan Proceeds
Department:	Finance and Budget
Staff Contact:	Maria Perrotte, Chief Financial Officer
Board Committee/ Other BACC:	N/A
Staff Recommendation:	Approval
Budget Impact:	See background report
Time Sensitivity:	N/A

ATTACHMENTS:

1.	Background report	3.	Proposed Resolution R14-166
2.	SRAA Power Point Presentation		

	Consent Agenda		Other Business		Unfinished Business
	Discussion		Presentation		Work Session
X	New Business		Public Hearing		Add-On

REVIEW:

X	County Administrator	
X	County Attorney	

DISTRICT:	N/A
------------------	-----

BACKGROUND REPORT

At its meeting on May 15, 2012, the Board adopted Resolution R12-113, which approved a loan to the Stafford Regional Airport Authority (SRAA), in the amount of \$1.4 million for construction of a new terminal building. The total project was estimated to cost \$3.6 million, with the remainder of the funding coming from Virginia Department of Aviation grant funds.

Construction of the terminal building came in under budget in the amount of \$124,000. As such, the purchase of necessary terminal equipment is able to be included in the project. The terminal equipment including an aircraft power-cart, an aircraft tow-bar with inter changeable heads, an aircraft electro-tug, and an aircraft pre-heater, totaling \$45,000, will be purchased to meet customer expectations at a “reliever airport” in support of their travels.

The full amount of the initial loan to the SRAA is not needed. Therefore the original agreement may be modified, reducing the amount of the loan by up to \$79,000.

Terminal	\$1,276,000
Equipment	45,000
Unspent/Loan Reduction	<u>79,000</u>
Original Loan Amount	\$1,400,000

Additionally, in FY 2010, the County lent the Airport \$133,950 for debt service. The total borrowed as of May 31, 2014 (on both loans) is \$1,390,124. \$15,945 has been paid back to date.

Attachment 2 is a presentation from the SRAA. Mr. Henry Scharpenberg will be present at the meeting to address the Board and to formalize this request.

Proposed Resolution R14-166 modifies the loan, reducing the amount and provides a clear and concise use of the funds. Staff recommends approval.

Stafford Regional Airport Equipment Request

Background:

- Resolution R12 – 113 (15 May 2012) authorized the loan of \$1.4 Mil (from 2013 Transportation Fund) to Stafford Regional Airport Authority (SRAA) to construct the airport terminal, dedicated on 25 January 2014.
- Construction was approximately **\$124K under budget!**
- Stafford Airport requires specialized customer equipment (Power Cart, Electro Tug, Aircraft Heater, Tow Bar w/interchangeable heads). See attached slides.
- SRAA requests authorization to spend \$45K to purchase that equipment
- If approved, SRAA will return \$79K unspent loan balance to County budget.

Recommendation: Authorize SRAA to purchase requested equipment, and return \$79K to County as unspent balance from loan.

2,000 amp Diesel power cart (NEW)

OUTPUT VOLTAGE: Standard 28.5VDC with 12VDC available as an option.

DC OUTPUT AMPERAGE: 3,045 cranking amps; 200 amps for pre-start operations.

DC OUTPUT CABLE: 20' of 4/0 jumper cable with 3 pin aircraft plug.

STANDARD PANEL METERS: Volt, Amp, & State of Charge meters (3 meters total)

ENGINE: Standard Diesel Engine.

TIRES: Standard with minimum of 16" Pneumatic tires and tapered bearings.

BASE PRICE: US \$25,934

Additional Outlet 12v \$150

Brake for 16" Pneumatic tires \$369

Shipping \$ 1,281.63

Total cost \$ 27,734.63



Electro Tug for into Hangar (Used)

Tronair JetPorter JP30 Towbarless Aircraft Tractor

Electric nosewheel lifting mechanism

30,000 lbs tow capacity

3,000 lbs cradle capacity

Empty speed: 10 mph

2 speed transmission

48V battery system

120V internal battery charger

12/24/28VDC onboard GPU (start only)

Local unit purchase \$8,000



Aircraft Heater (Used)
both engine pre heat
and cabin heat
capable

Refurbished unit Price range (\$3,500 - \$5,000)



Tow bar with multiple aircraft interchangeable heads (New)

Universal bar and a selection of 4 interchangeable heads will provide ability to move the majority of aircraft that use Stafford Regional Airport.

\$4,700



PROPOSED

BOARD OF SUPERVISORS
COUNTY OF STAFFORD
STAFFORD, VIRGINIA

RESOLUTION

At a regular meeting of the Stafford County Board of Supervisors (the Board) held in the Board Chambers, George L. Gordon, Jr., Government Center, Stafford, Virginia, on the 1st day of July, 2014:

MEMBERS:

- Jack R. Cavalier, Chairman
- Gary F. Snellings, Vice Chairman
- Meg Bohmke
- Paul V. Milde III
- Laura A. Sellers
- Cord A. Sterling
- Robert "Bob" Thomas, Jr

VOTE:

On motion of , seconded by , which carried by a vote of , the following was adopted:

A RESOLUTION TO AMEND THE \$1.4 MILLION AIRPORT LOAN TO
(1) INCLUDE NECESSARY TERMINAL EQUIPMENT, AND (2)
REDUCE THE LOAN AMOUNT BY UP TO \$79,000

WHEREAS, at its meeting on May 15, 2012, the Board adopted Resolution R12-113, which authorized a loan in the amount of \$1.4 million to the Stafford Regional Airport Authority for the construction of a new terminal building; and

WHEREAS, construction of the new terminal building came in under budget; and

WHEREAS, the purchase of necessary terminal equipment may be included as part of the original loan; and

WHEREAS, the necessary terminal equipment, including an aircraft pre-heater, an aircraft power-cart, an aircraft tow-bar with inter-changeable heads, and an aircraft electro-tug, is required to meet the expectations of customers using a "reliever airport;" and

WHEREAS, the full loan amount is no longer necessary and the original loan agreement may be reduced by up to \$79,000;

NOW, THEREFORE, BE IT RESOLVED that the Stafford County Board of Supervisors, on this the 1st day of July, 2014, be and it hereby does authorize the County Administrator to execute an amendment to the original loan agreement with the Stafford Regional Airport Authority to (1) include the purchase of necessary terminal equipment, and (2) reduce the original loan amount up to \$79,000; and

BE IT FURTHER RESOLVED that the County Administrator or his designee is authorized to execute and additional documentation that he deems necessary or appropriate to implement this Resolution.

AJR:MJP:rh