

SOUTH DAKOTA AERONAUTICS COMMISSION MEETING MINUTES
September 24, 2019 at 1:00 p.m. CDT
Becker-Hansen Building – 700 E. Broadway Ave, Pierre

COMMISSIONERS PRESENT: Eric Odenbach, Chairman
Robert Huggins, Vice Chairman
Dave Luers, Member
Rolf Johnson, Member
Christopher Funk, Member

DOT STAFF PRESENT: Joel Jundt, Bonnie Olson, Tom Koch, Jenny Boehm, Jon Becker, Brad Remmich, and Kari Kroll

**DOT STAFF PRESENT
VIA CONFERENCE CALL:** Dustin DeBoer

OTHERS PRESENT: Bob Mercer – Keloland

**OTHERS PRESENT
VIA CONFERENCE CALL:** Representative David Johnson – SD Legislature

Chairman Eric Odenbach called the meeting of the South Dakota Aeronautics Commission (the "Commission") to order at 1:00 p.m. CDT. A roll call was taken to verify a quorum.

Odenbach opened the floor to the Commission members to disclose potential conflicts of interest and to present requests for waiver pursuant to the South Dakota Codified Law (SDCL) chapters 3- 23.

No conflicts of interest were disclosed, and no waivers were requested.

Odenbach asked for a motion to approve the August 28, 2019, Commission minutes.

Commissioner Huggins requested clarification of the Yankton project listed in the minutes. Jon Becker of the Office of Air, Rail, and Transit provided additional information on the difference between the original request which was based on an estimate and the request made at the August 28, 2019, which was based on appraisals received for the hanger after the bid letting.

A MOTION WAS MADE by Johnson and seconded by Luers to approve the August 28, 2019, Commission minutes. All present voted aye by voice vote. The motion carried.

Odenbach opened the floor for public input. No members of the public addressed the Commission or offered input.

Deputy Secretary Joel Jundt presented the Secretary's report. Jundt discussed the balance of the Aeronautics Trust Fund and projected future balances based on match rates and proposed changes to the match rates.

Jundt suggested some options to the Commission:

1. Leave everything the way it is;
2. Prioritize pavement keep state funding at 5%; or
3. Change the percentage of state funding to 4½%

Jundt also shared that the Federal Aviation Administration (FAA) recently announced funding including projects found on the today's Airport Improvement Project (AIP) list.

A MOTION WAS MADE by Huggins and seconded by Luers to no longer fund revenue producing projects.

THE MOTION WAS AMENDED by Huggins with consent of the second Luers to read effective immediately the Commission will no longer fund revenue producing projects. All present voted aye by voice vote. The motion carried.

A MOTION WAS MADE by Luers and seconded by Huggins to reduce the state share to 4% from 5% across the board for the rest of the projects effective for the 2020 projects.

THE MOTION WAS WITHDRAWN by Luers with the consent of the second Huggins.

A SUBSTITUTEMOTION WAS MADE by Luers and seconded by Huggins to reduce the state share to 3.5% from 5% effective for 2021 projects. All present voted aye by voice vote. The motion carried.

Dustin DeBoer, Office of Legal Counsel, presented the discussion of the Title 50 changes being requested. DeBoer went through the changes made by the Title 50 Committee.

A MOTION WAS MADE by Huggins and seconded by Johnson to approve the proposed changes made by the Title 50 Committee presented to the Commission and have no opposition to Representative Johnson moving it to the next step in the legislative process. All present voted aye by voice vote. The motion carried.

Jenny Boehm, Office of Air, Rail, and Transit, presented the considerations of the fuel tax fund requests below:

The Sturgis Municipal Airport is requesting to use \$577.99 of their fuel tax funds for the purchase of a new fuel transfer tank to put on the airport plow truck. The Sturgis Municipal Airport's current balance is \$1,867.21. The Department recommends approval of fuel tax funds in the amount of \$577.99.

The Winner Municipal Airport is requesting to use \$8,100.00 of their fuel tax funds for the purchase of a new large snow blower. Winner Municipal Airport's current balance is \$12,738.48. The Department recommends approval of fuel tax funds in the amount of \$8,100.00.

A MOTION WAS MADE by Huggins and seconded by Luers to approve the fuel tax fund requests from the cities of Winner and Sturgis. All present voted aye by voice vote. The motion carried.

Jon Becker presented the documentation of the 2019 SD Airport Improvement Program (AIP) grants. He shared that all the 2019 grant applications have been submitted and most of the grants have been issued.

With no other business before the Commission, Odenbach adjourned the meeting at 2:22 p.m. CDT.