

Versión en español a continuación.

Airport Advisory Commission Meeting August 10, 2021

Airport Advisory Commission to be held August 10, 2021 with Social Distancing Modifications

Public comment will be allowed via telephone; no in-person input will be allowed. **All speakers must register in advance (August 9, 2021 by noon)**. All public comment will occur at the beginning of the meeting.

To speak remotely at the **August 10, 2021 Airport Advisory Commission Meeting**, members of the public must:

- Call or email the board liaison at **(512) 530-6605 or ammie.calderon2@austintexas.gov** no later than noon, (the day before the meeting). The following information is required: speaker name, item number(s) they wish to speak on, whether they are for/against/neutral, email address and telephone number (must be the same number that will be used to call into the meeting).
- Once a request to speak has been made to the board liaison, the information to call on the day of the scheduled meeting will be provided either by email or phone call.
- Speakers must call in at least 15 minutes prior to meeting start time in order to speak, late callers will not be accepted and will not be able to speak.
- Speakers will be placed in a queue until their time to speak.
- Handouts or other information may be emailed to ammie.calderon2@austintexas.gov by noon the day before the scheduled meeting. This information will be provided to Board and Commission members in advance of the meeting.
- If the meeting is broadcast live, it may be viewed here: <http://www.austintexas.gov/page/watch-atxn-live>

Reunión del **Airport Advisory Commission**

FECHA de la reunion (**Agosto 10, 2021**)

La junta se llevará con modificaciones de distanciamiento social

Se permitirán comentarios públicos por teléfono; no se permitirá ninguna entrada en persona. Todos los oradores deben registrarse con anticipación (**Agosto 9, 2021 antes del mediodía**). Todos los comentarios públicos se producirán al comienzo de la reunión.

Para hablar de forma remota en la reunión, los miembros del público deben:

- Llame o envíe un correo electrónico al enlace de la junta en (512) 530-6605 o ammie.calderon2@austintexas.gov a más tardar al mediodía (el día antes de la reunión). Se requiere la siguiente información: nombre del orador, número (s) de artículo sobre el que desean hablar, si están a favor / en contra / neutral, dirección de correo electrónico (opcional) y un número de teléfono (debe ser el número que se utilizará para llamar).
- Una vez que se haya realizado una solicitud para hablar con el enlace de la junta, la información para llamar el día de la reunión programada se enviará por correo electrónico o por teléfono.
- Los oradores deben llamar al menos 15 minutos antes del inicio de la reunión para poder hablar, no se aceptarán personas que llamen tarde y no podrán hablar.
- Las oradoras esperarán en una fila hasta que llegue el momento de hablar.
- Los folletos u otra información pueden enviarse por correo electrónico a ammie.calderon2@austintexas.gov antes del mediodía del día anterior a la reunión programada. Esta información se proporcionará a los miembros de la Junta y la Comisión antes de la reunión.
- Si la reunión se transmite en vivo, se puede ver aquí: <http://www.austintexas.gov/page/watch-atxn-live>



**AIRPORT ADVISORY COMMISSION MEETING
AUGUST 10, 2021 3:00 PM
VIA VIDEOCONFERENCING**

CURRENT BOARD MEMBERS:

Eugene Sepulveda, Chair	Ernest Saulmon
Scott Madole, Vice-Chair	Jonathan Coon
Jeremy Hendricks, Secretary	Billy Owens
Wendy Price Todd	Frank Maldonado
Vicky Sepulveda	Raymond Young

AGENDA

CALL TO ORDER

CITIZEN COMMUNICATION: GENERAL

The first three (3) speakers who register to speak no later than noon the day before the meeting will be allowed a three-minute allotment to address their concerns regarding items not posted on the agenda.

1. INTRODUCTION OF COMMISSIONER RAYMOND YOUNG

2. APPROVAL OF MINUTES

July 13, 2021 - Meeting

3. DEPARTMENT OF AVIATION WRITTEN STAFF BRIEFINGS

- a) Chief Executive Officer's Report regarding the upcoming Environmental Assessment, upcoming ABLE bonds meeting, an update on Housing and Planning zoning, and new art installations.
(Prepared by Jacqueline Yaft, Chief Executive Officer)
- b) AUS Air Service Update.
(Prepared by Jamy Kazanoff, Air Service Development)

4. ACTION ITEMS

None.

5. FOR RECOMMENDATION

- a) Authorize amendments to three existing cooperative contracts with Carrier Corporation, Johnson Controls Inc., and Trane U.S. Inc. for continued chiller systems maintenance, repair, inspection, and installation for an increase of \$4,675,000 for revised total contract amounts not to exceed \$1,928,937 divided among the contractors. Aviation's portion of the Amendment is \$275,000.

(Note: This procurement was reviewed for subcontracting opportunities in accordance with the City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program. SMBR reviewed the cooperative contract amendment for subcontracting opportunities. There were no minority or women owned businesses available in this scope of work, therefore goals were not established.)

6. DEPARTMENT OF AVIATION VERBAL BRIEFINGS

- a) "Updates on the Airport Expansion and Development Program (AEDP)" presented by Tracy Thompson, Interim Chief of Planning and Development, and Shane Harbinson, Deputy Chief of Planning and Development.
- b) "Updates on the AEDP Environmental Assessment" presented by Kane Carpenter, Environmental Manager.
- c) "Updates on the ACDBE Program" presented by Jolene Cochran, Program Compliance Coordinator, Compliance Division, Edward Campos, Compliance Director, and Tamela Saldana, Compliance Officer.
- d) "June 2021 Financial Results" presented by Rajeev Thomas, Deputy Chief, Finance.

7. NEW BUSINESS

- a) Review of Commission Recommendations and Actions to discuss with appointing City Council Member.
- b) Future Agenda Items.
- c) Next scheduled meeting September 14, 2021 at 3:00 PM.

ADJOURNMENT

The City of Austin is committed to compliance with the Americans with Disabilities Act. Reasonable modifications and equal access to communications will be provided upon request. Meeting locations are planned with wheelchair access. If requiring Sign Language Interpreters or alternative formats, please give notice at least 2 days before the meeting date. Please call Ammie Calderon, Aviation Department, at (512) 530-6605 for additional information; TTY users route through Relay Texas at 711.

For more information on the Airport Advisory Commission, please contact Tracy Thompson at (512) 530-5023 or tracy.thompson@austintexas.gov.



AIRPORT ADVISORY COMMISSION

ITEM 2. APPROVAL OF MINUTES

JULY 13, 2021 - MEETING





**AIRPORT ADVISORY COMMISSION
REGULAR MEETING MINUTES
TUESDAY, JULY 13, 2021**

The Airport Advisory Commission convened in a Virtual Regular Meeting on Tuesday, July 13, 2021.

CALL TO ORDER

Chair E. Sepulveda called the Commission Meeting to order at 3:03 p.m.

Commissioners in Attendance:

Eugene Sepulveda – Chair	Jonathan Coon
Scott Madole – Vice-Chair	Vicky Sepulveda
Jeremy Hendricks – Secretary	Wendy Price Todd

Commissioners Absent:

Billy Owens	Frank Maldonado
Ernest Saulmon	

Aviation Staff in Attendance:

Jacqueline Yaft	Brian Long	David Smythe-Macaulay
Tracy Thompson	Steve Khanoyan	Ammie Calderon
Ghizlane Badawi	Diana Heath	Mukesh “Mookie” Patel
Rajeev Thomas	Shane Harbinson	Jamy Kazanoff

CITIZENS COMMUNICATIONS:

None.

1. APPROVAL OF MINUTES

- a) The minutes from the meeting of May 11, 2021 were approved on Commissioner Coon’s motion, Vice-Chair Madole seconded. Motion passed on a 6-0-0-3 vote. Commissioners Owens, Maldonado, and Saulmon were absent at this vote.

2. DEPARTMENT OF AVIATION STAFF WRITTEN BRIEFINGS

- a) Chief Executive Officer's Report regarding the suspension of domestic new service incentives, update on federal relief funds, and an update on ABLE bonds. A request was made by Chair E. Sepulveda for a briefing on ABLE bonds at the next AAC meeting.
(Prepared by Jacqueline Yaft, Chief Executive Officer)
- b) AUS May 2021 Financial Results.
(Prepared by Rajeev Thomas, Deputy Chief – Finance)
- c) AUS Air Service Update.
(Prepared by Jamy Kazanoff, Air Service Development)

3. DEPARTMENT OF AVIATION VERBAL BRIEFINGS

- a) "Updates regarding the Airport Expansion and Development Program" presented by Tracy Thompson, Interim Chief, Planning and Development and Shane Harbinson, Deputy Chief, Planning and Development.
- b) "Updates regarding the Concession Relief Program" presented by Mukesh "Mookie" Patel, Chief, Business and Finance.

(Note: due to time considerations, this presentation was delivered later in the meeting, following Recommendations and Action Items.)

4. FOR RECOMMENDATION

- a) Authorize negotiation and execution of a multi-term contract with Ford Audio-Video Systems LLC to provide an internet protocol video distribution management system for up to five years for a total contract amount not to exceed \$521,000.

A motion to approve was made by Secretary Hendricks, Commissioner V. Sepulveda seconded for a vote. Motion passed on a 4-1-1-3 vote. Chair E. Sepulveda votes nay due to a lack of MBE/WBE goals. Commissioner Todd abstained. Commissioners Owens, Maldonado, and Saulmon were absent at this vote.

- b) Approve a resolution authorizing negotiation and execution of a Local On-System Improvement Project Agreement (LOSA) with the Texas Department of Transportation (TxDOT) for the construction of intersection and operational improvements on US 183 at Metropolis Drive that will allow access to a new fuel storage facility for an additional \$748,939, resulting in a total contract amount not to exceed \$799,890.

A motion to approve was made by Secretary Hendricks, Commissioner V. Sepulveda seconded for a vote. Motion passed on a 6-0-0-3 vote. Commissioners Owens, Maldonado, and Saulmon were absent at this vote.

- c) Approve a resolution finding the use of the Construction Manager-at-Risk method of contracting, as authorized by Subchapter F, Chapter 2269 of the Texas Government Code, is the project delivery method that provides the best value to the City for the AUS Barbara Jordan Terminal West Gate Extension CMR to build additional gate infrastructure.

A motion to approve was made by Commissioner Todd, Commissioner V. Sepulveda seconded on a vote. Motion passed on a 6-0-0-3 vote. Commissioners Owens, Maldonado, and Saulmon were absent at this vote.

5. ACTION ITEMS

- c) Discussion and possible approval of the Annual Internal Review 2020-2021.

A motion to approve was made by Chair E. Sepulveda, Secretary Hendricks seconded on a vote. Motion passed on a 6-0-0-3 vote. Commissioners Owens, Maldonado, and Saulmon were absent at this vote.

- b) Discussion regarding the timing and location for the resumption of in-person meetings.

In person meetings are expected to resume in September but may change based on COVID-19 related restrictions. The Commissioners preferred to keep the meeting time at 3:00PM on Tuesdays as it is currently.

6. NEW BUSINESS

- a) Review of Commission Recommendations and Actions to discuss with appointing City Council Member

- There is a temporary suspension of new domestic service incentives.
- AUS has the potential for and will be applying for approximately \$61 million in additional federal relief funding.
- Current Department of Aviation revenues and expenses are performing favorably against the forecast.
- The AEDP is critical to the future of AUS as capacity may bottleneck in 2023. There is an estimated \$325 million in capital investment through Q2 2024. The AAC has asked Aviation to consider mobility and accessibility enhancements in all development programs.

- There has been \$25 million in aid and fee waivers to concessionaires from federal rescue funding through the end of this year.
- b) Future Agenda Items
- c) Next scheduled meeting August 10, 2021 at 3:00 p.m.

ADJOURNMENT

Chair E. Sepulveda adjourned the meeting at 5:04 p.m.

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For more information on the Airport Advisory Commission, please contact Tracy Thompson at (512) 530-5023.



AIRPORT ADVISORY COMMISSION

ITEM 3a. DEPARTMENT OF AVIATION WRITTEN STAFF BRIEFINGS

Chief Executive Officer's Report regarding the upcoming Environmental Assessment, upcoming ABLE bonds meeting, an update on Housing and Planning zoning, and new art installations.
(Prepared by Jacqueline Yaft, Chief Executive Officer)





MEMORANDUM

TO: Chair Eugene Sepulveda and Airport Advisory Commissioners

FROM: Jacqueline Yaft, Chief Executive Officer, Department of Aviation

DATE: August 10, 2021

SUBJECT: Austin-Bergstrom International Airport (AUS) Update

To keep Airport Advisory Commission members apprised of updates from the Department of Aviation, we intend to share monthly updates with you. Please accept the following memo as the latest update from Aviation staff. We thank you for your continued support, especially as AUS navigates the challenges we continue to face due to the effects of the pandemic.

Austin-Bergstrom International Airport remains as committed to the health and safety of passengers and employees as ever and we continue to implement health and safety protocols and adapt to the required operational changes. We look forward to providing you with regular updates of our AUS operations.

Environmental Assessment

AUS is a federally obligated facility and the Airport Expansion and Development Program (AEDP) is triggering the National Environmental Policy Act (NEPA). AUS has consulted with the FAA to determine the appropriate NEPA evaluation method. AUS will perform an Environmental Assessment (EA) to clear the AEDP. The initial phases of the EA are underway including Purpose & Need development, alternative analysis, agency coordination, and public scoping. AUS has a goal of having the final draft EA to the FAA by April 30, 2022 for final approval. Further information regarding the EA will be shared with Commissioners in a verbal briefing in today's AAC meeting.

ABLE Bonds

A meeting of the AAC Finance Committee has been scheduled for later in August to provide details regarding the rate covenant compliance under the ABLE bonds with the members of the Committee.

Housing and Planning Department Update

The Housing and Planning Department received an Affordability Unlocked (AU) and a SMART application for a multi-family project at 1501 Airport Commerce Drive located in a portion of the AO-3 airport overlay zone. Law Department determined that the application and request complies with the parameters of AU and SMART notwithstanding that this specific location is in a portion of the AO-3 overlay zone. Law Department advised the remaining portions of the AO-3 prohibit residential development under AU and SMART.

New Art Installation

“Meanderwing” by artist Marc Fornes of THEVERYMANY Art and Architecture Studio has been completed (photo enclosed). The AIPP project associated with the Blue Garage/Administrative Building CIP is the largest permanent art installation at AUS since 2015. The installation crew has begun clean-up and the opening of the walkway to the public will happen this week. Press and promotional material will be scheduled for mid-September, however will be in a virtual-only format due to current pandemic conditions.

Additionally, there is a new art display across from Gate 12. Long-time East Austinite, painter, and sculptor Reynaldo Alaniz has loaned AUS some of his “greatest hits” for a retrospective display in the Moore’s Crossing Gallery. This display will be on view now through November 2021.

“Meanderwing” by Marc Fornes



Mr. Alaniz and his art display





AIRPORT ADVISORY COMMISSION

ITEM 3b. DEPARTMENT OF AVIATION WRITTEN STAFF BRIEFINGS

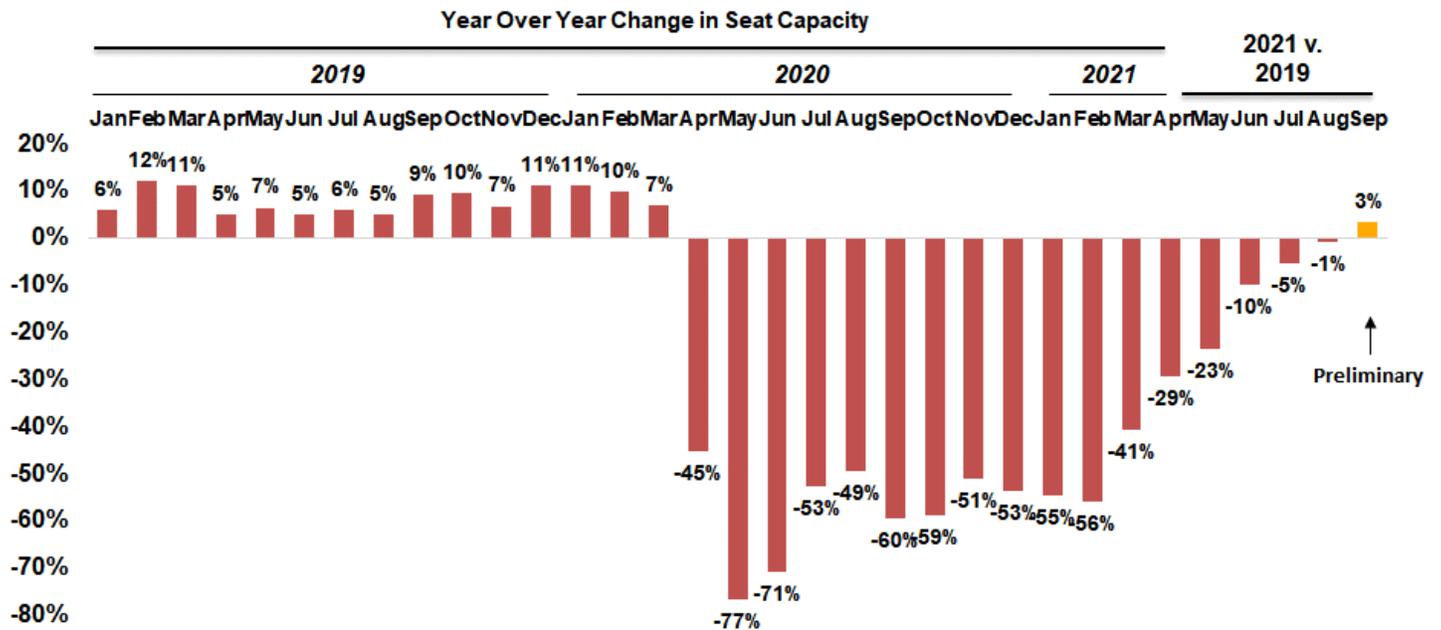
AUS Air Service Update
(Prepared by Jamy Kazanoff, Air Service Development)



August 2021 Air Service Snapshot

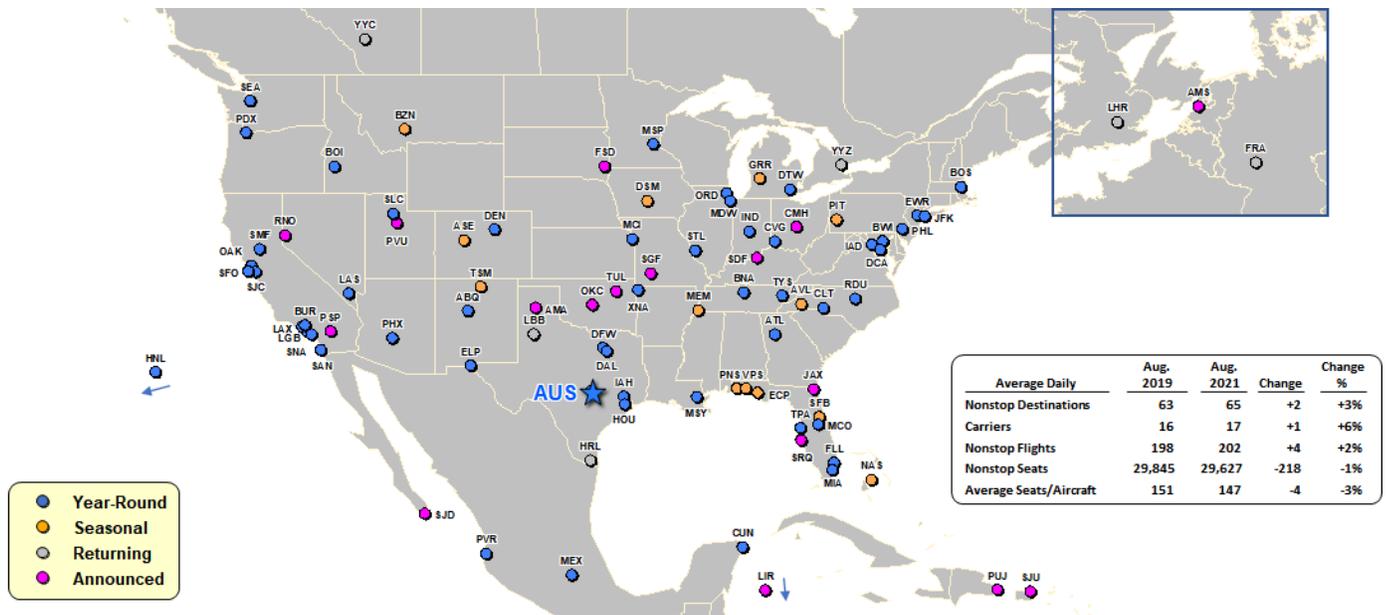
Airlines continue to announce and start new service for the summer and beyond. It is evident they have confidence in summer leisure travel and more importantly, the Austin Texas market. Canada will start accepting U.S. travelers on August 9 and the UK has already started doing so. We are still seeing ~2MM daily travelers passing through TSA checkpoints nationwide but some fear that could wane due in part to the Delta variant and the sluggish return of business travel. AUS has been tracking higher than the national average TSA checkpoint counts. Business travel nationwide is not back and slowed down from last month's activity nationwide, according to Bank of America, which reports corporate bookings are still down roughly 50% compared to 2019 levels. Airlines are hopeful for a recovery in corporate bookings starting in the Fall, but unsure how fast that will materialize.

The chart below shows how COVID-19 has affected AUS capacity with year-over-year change in seat capacity through March 2021, and then 2019 comparisons starting in April. Year-over-year capacity recovered slightly during last summer, then plateaued at down 50% to 60% and is now showing further recovery from March onwards. August and September 2021 schedules have been adjusted by all carriers and most have adjusted October as well. Some have even adjusted schedules through the end of the year. Based on currently filed schedules, capacity will be nearly even with 2019 levels in August and slightly ahead for September. Some carriers will provide as much capacity as 2019 during the summer but most will still be down slightly.



The route map below provides a snapshot of current air service at AUS. Highlights of recent air service announcements/developments include:

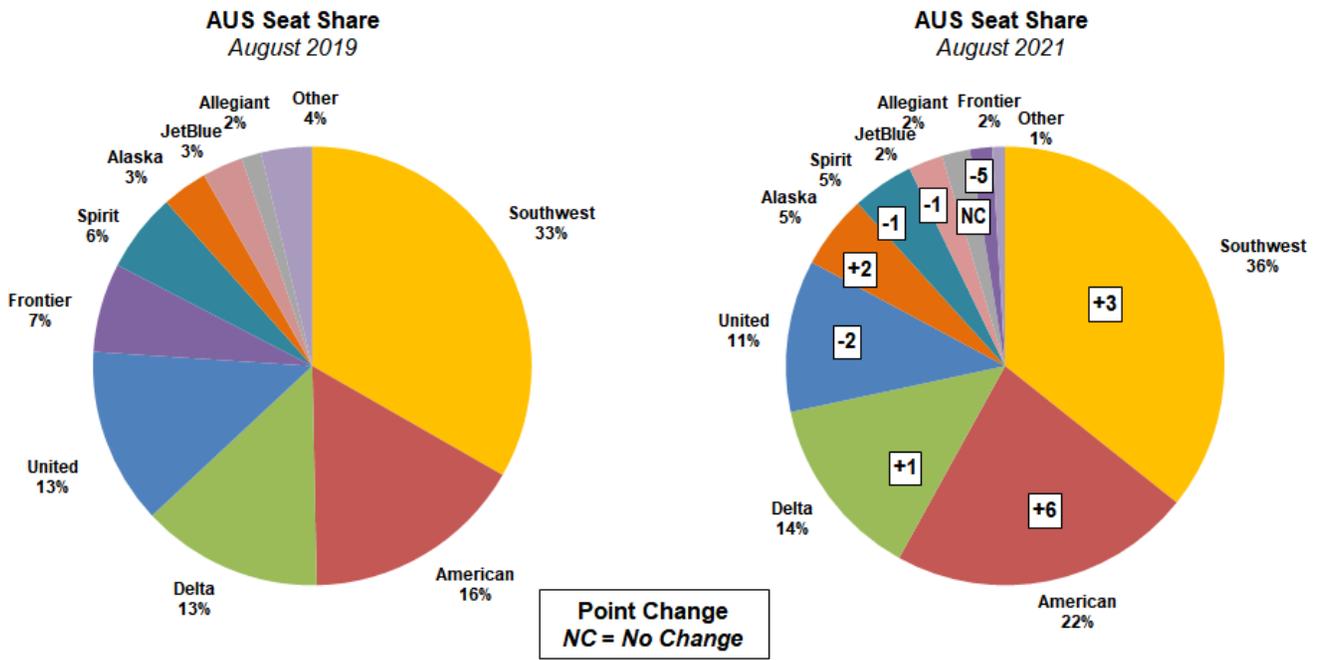
- **Air Canada** will return to AUS on Sept. 9 with 5 weekly flights, increasing to daily service on Oct. 31 and double daily service on May 1, 2022
- **KLM** has loaded AMS service for sale effective March 28, 2022 with 3/week on the 292-seat A330-300
- **Aeromexico** resumed daily nonstop service to MEX on July 2
- **VivaAerobus** announced year-round service to MTY and seasonal service to MEX which was supposed to launch June 19 with 2/week but due to the FAA downgrade of Mexico to Category 2 for aviation oversight and safety, that may be postponed for 4-6 months
- **Southwest** will serve a record 38 cities this summer including BUR, MIA, MSP, ORD, SNA, SLC & SMF; new service to OKC starts on Oct. 7 and LBB will be restored earlier on Oct. 10
- **American** is launching 8 new year-round routes (BNA, BOS, IAD, LAS, MCO, MSY, RDU, TPA) and 4 seasonal routes (ASE, NAS, SJD & VPS) this summer; this Fall, AA will add 10 new domestic markets (CVG, ELP, IND, JAX, MCI, OKC, RNO, SJU, STL & TUL) and 4 new international markets (CUN, LIR, PUJ & PVR) up to 75 daily flights
- **British Airways** could resume service Sept. 6 at the earliest; **Lufthansa** could resume Oct. 1 at the earliest; **WestJet** is scheduled to return on May 1, 2022
- **Allegiant** started new service to BZN on May 27 and XNA on July 2 and announced new service to the following markets in November with the start of the new base: AMA, FSD, PVU, SDF, SGF, SNA & TUL
- **Alaska** will serve PSP 5/wk from November 19 – April 18; daily BOI service started on June 17
- **Spirit** started PNS (3/wk) on June 10; CUN & DTW returned in June; EWR returns in July; MSY & ORD in November; permanently discontinued BNA, BWI & DEN service
- **Hawaiian** started nonstop service to HNL with 278-seat Airbus A330 aircraft twice weekly on April 22 (AUS departures on Thursday and Sunday) and a third frequency will operate May 28 – August 13
- **Taos Air** resumed service July 1-Sept 27 with 2/wk and then return in the winter for the ski season
- **JetBlue** will debut the A220 on AUS-BOS Sept. 6-Oct. 30; JetBlue discontinued MCO, RDU and SFO



Source: Cirium schedules for August 2021 and announced.

New markets that receive incentives include AMA, AMS, ASE, BUR, BZN, FSD, HNL, JAX, LIR, MEX, MTY, NAS, OKC, PUJ, PVR, PVU, RNO, SDF, SGF, SJU, SNA, TUL & XNA.

AUS capacity shares by airline in August 2021 are somewhat similar to August 2019 except that American’s capacity share is up 6 percentage points thanks in part to the new domestic and international routes starting this summer. Alaska and Southwest’s capacity shares have increased as well as recently announced service has started this summer. Shares will adjust further as new American and Southwest service is launched this Fall and the Allegiant base opens in November.





AIRPORT ADVISORY COMMISSION

ITEM 5a. RECOMMENDATIONS

Authorize amendments to three existing cooperative contracts with Carrier Corporation, Johnson Controls Inc., and Trane U.S. Inc. for continued chiller systems maintenance, repair, inspection, and installation for an increase of \$4,675,000 for revised total contract amounts not to exceed \$1,928,937 divided among the contractors. Aviation's portion of the Amendment is \$275,000.



Recommendation for Action

File #: 21-2581, **Agenda Item #:** 43.

8/26/2021

Posting Language

Authorize amendments to three existing cooperative contracts with Carrier Corporation; Johnson Controls Inc.; and Trane U.S. Inc.; for continued chiller systems maintenance, repair, inspection, and installation, for an increase of \$4,675,000, for revised total contract amounts not to exceed \$12,928,937, divided among the contractors.

(Note: This procurement was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods and services required for this procurement, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department

Purchasing Office.

Client Department(s)

Austin Convention Center Department; Building Services Department; Aviation; Austin Public Library; Parks and Recreation Department; Austin Energy; Austin Water.

Fiscal Note

Funding in the amount of \$467,500 is available in the Fiscal Year 2020-2021 Operating Budgets of various departments. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

Contract Amendments.

Prior Council Action:

May 24, 2018 - Council approved the original contract, item 26, on a 10-0 vote with Council Member Troxclair absent.

For More Information:

Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov <<mailto:AgendaOffice@austintexas.gov>> or to Sandy Wirtanen, at 512-974-7711 or sandy.wirtanen@austintexas.gov <<mailto:sandy.wirtanen@austintexas.gov>>.

Council Committee, Boards and Commission Action:

August 4, 2021 - To be reviewed by the Water and Wastewater Commission.

August 9, 2021 - To be reviewed by the Electric Utility Commission.

August 10, 2021 - To be reviewed by the Airport Advisory Commission.

Additional Backup Information:

The proposed amendments will increase authorization on contracts for chiller systems maintenance, repair, inspection, and installation services for various City departments. The need for the increase is due to un-forecasted maintenance and repairs across multiple City departments. City departments require consistent and reliable preventative maintenance and repair services for City facilities chiller systems. Chiller systems include air-cooled chillers, chilled water systems, pumps, and cooling towers that make up a part of the facility's heating, ventilation, and air conditioning systems. Services provided will include monthly or quarterly preventative maintenance, annual inspections, unscheduled repairs, and the installation of repair parts or replacement of like systems.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Current Contract Authorization</u>	<u>Requested Additional Authorization</u>	<u>Revised Total Authorization</u>
Initial Term	53 mos.	\$8,253,937		\$ 8,253,937
Proposed Amendments			\$4,675,000	\$ 4,675,000
TOTAL	53 mos.	\$8,253,937	\$4,675,000	\$12,928,937

Note: Contract Authorization amounts are based on the City's estimated annual usage.

Strategic Outcome(s):

Economic Opportunity and Affordability.