

The Regular Meeting of the Indianapolis Airport Authority Board was called to order at 8:50 a.m. October 17, 2008 in the Airport Board Room at the Indianapolis International Airport.

Present and comprising a quorum were:

Lacy M. Johnson, Vice President
Alfred R. Bennett, Secretary
N. Stuart Grauel, Treasurer

Kelly J. Flynn, Member
Shirley M. Haflich, Member
Robert Voorhies, Member

Advisory Members attending:

Jack Morton
Steve Dillinger

Lynn Gordon

IAA Staff attending:

John J. Kish, Executive Director
Gary Gibson
Jay McQueen
Jim Mooney
Heidi Babkowski
Greta Hawvermale
Mike Medvescek
Patzetta Trice
Eric Anderson
Tim Method
Marsha Stone
Susan Sullivan
Erika Davis
Jeff Woloshin

Bob Spittler
Mary Ann Falatic
Corey Grannemann
Corey Wilson
Jeanann Strong
Jennifer Tillman
Monica Bryant
Anne O'Connor
Jerry Wise
Mark Curmier
Ginger Thomas
Ron Deer
James Duke
Susan Rehfeldt, Recording Secretary

Upon a motion by Mr. Flynn, seconded by Mr. Voorhies and unanimously passed, approval was given to the Minutes of the Regular Meeting of October 3, 2008.

ORDINANCES, RESOLUTIONS AND PUBLIC HEARINGS

Mr. Johnson convened the Final Public Hearing on General Ordinance No. 5-2008 regarding roadway identification and direction of vehicular traffic. With no comments, the Hearing was closed.

Upon a motion by Mr. Voorhies, seconded by Mr. Flynn and unanimously passed, approval was given for the adoption of General Ordinance 5-2008 with respect to roadway identification and direction of vehicular traffic.

Mr. Johnson convened the Final Public Hearing on Ordinance No. 6-2008 regarding intersection control and area signs on roadways. With no comments, the Hearing was closed.

Upon a motion by Mr. Bennett, seconded by Mr. Grauel and unanimously passed, approval was given for the adoption of General Ordinance 6-2008 with respect to intersection control and area signs on roadways.

Mr. Johnson convened a Public Hearing on General Ordinance No. 7-2008 supplementing General Ordinance 1-2007 authorizing the issuance of up to \$100,000,000 additional "Indianapolis Airport Authority Subordinate Commercial Paper Notes, Series 2007." Item was tabled with the Final Public Hearing to be held November 21, 2008.

Mr. Johnson convened a TEFRA Hearing related to General Ordinance No. 7-2008 supplementing General Ordinance 1-2007 authorizing the issuance of up to \$100,000,000 additional "Indianapolis Airport Authority Subordinate Commercial Paper Notes, Series 2007." With no comments, the Hearing was closed.

Mr. Johnson convened a Public Hearing on General Ordinance No. 8-2008 regarding the issuance of the Indianapolis Airport Authority Special Facilities Revenue Bonds, Series 2008 (Hawker Beechcraft Services, Inc. Project). Item was tabled with the Final Public Hearing to be held November 21, 2008.

Mr. Johnson convened a TEFRA Hearing related General Ordinance No. 8-2008 regarding the issuance of the Indianapolis Airport Authority Special Facilities Revenue Bonds, Series 2008 (Hawker Beechcraft Services, Inc. Project). With no comments, the Hearing was closed.

BOARD REPORTS

Mr. Johnson recognized Alpha Blackburn with Blackburn Associates, Donna Imus with The Imus Group and Patzetta Trice, Director of Communications and Marketing, along with other IAA staff for their efforts with regard to making Community Days a big success.

Mr. Kish announced that this was the last board meeting to be held in the current terminal board room.

PAYMENTS

Mr. Kish reviewed the 2008 Diversity Status Year to Date:

Operating (Total Payments \$14,363,476)

- i. MBE = 28.0%
- ii. WBE = 6.0%

IND Capital (Total Payments \$14,505,793)

- i. DBE = 9.8%
- ii. MBE = 10.2%
- iii. WBE = 9.2%

Mr. Kish reviewed the New IND Project Diversity:

NEW IND Professional Services (\$225,644,507)

- i. MBE = 24.46%
- ii. WBE = 7.53%

NEW IND Construction (\$760,542,639)

- i. MBE = 13.78%
- ii. WBE = 5.20%

APPROVAL OF PAYMENTS TO ICE MILLER LLP: Upon a motion by Mr. Bennett, seconded by Mr. Voorhies and passed by a majority vote with Mr. Johnson abstaining, approval was given to payments to Ice Miller LLP in the amount of \$20,957.83 per the attached schedule.

APPROVAL OF PAYMENTS: Upon a motion by Mrs. Haflich, seconded by Mr. Voorhies and unanimously passed, approval was given to payments in the amount of \$31,809,042.69 per the attached schedules.

APPROVAL OF CONTRACT WITH BKD LLP FOR AUDIT OF THE INDIANAPOLIS AIRPORT AUTHORITY'S FINANCIAL STATEMENTS AND ASSOCIATED INTERNAL CONTROL AND COMPLIANCE REPORTS: Upon a motion by Mr. Voorhies, seconded by Mr. Flynn and unanimously passed, approval was given to a contract with BKD LLP for the audit of the Indianapolis Airport Authority's financial statements and associated internal control and compliance reports as required under the *U.S. Office of Management and Budget (OMB) Circular A-133 (Single Audit)* for the year ended December 31, 2008 in an amount not-to-exceed \$155,000 plus incidental expenses.

OFFICIAL ACTIONS

APPROVAL OF INDIVIDUAL ITEMS LISTED ON THE INDIANAPOLIS AIRPORT AUTHORITY CONSENT CALENDAR DATED OCTOBER 17, 2008:

Following a request for a change to Item No. 21 to read "Delegation of authority to the President to execute such contracting actions as he finds appropriate to facilitate the opening and initial operation of the New Indianapolis Airport Project in an aggregate amount not-to-exceed \$100,000 all in a manner consistent with state statute" on the Consent Calendar, a motion was made by Mr. Bennett, seconded by Mr. Flynn and unanimously passed to approve the items listed on the Consent Calendar.

STAFF REPORTS

Rich Potosnak, with Transportation Consulting & Management, provided an update on the transition progress. Mr. Potosnak gave an update on the baggage handling system, trials and simulations, Community Days, web-based training, concession construction, the Indy Dine event and the fueling system. Mr. Grauel asked for an update on the construction progress of Naked Tschopstix. Mr. Potosnak said that the signage, exhaust system and security grill have been installed and the owners are currently talking to contractors already on site for the construction portion. There will be minimal interruption to other operations. Mr. Johnson asked how long before they would be considered in default. Mr. Kish replied that they are a local business and we will continue to monitor the progress until November 11 and are sensitive to the fact that the owners recently opened another store. Mr. Voorhies asked if the retail kiosks were complete. Mr. Potosnak replied that the kiosks were done.

There being no further business, the meeting was adjourned at 9:20 a.m.

INDIANAPOLIS AIRPORT AUTHORITY

ABSENT

Randall L. Tobias, President

Lacy M. Johnson, Vice President

Alfred R. Bennett, Secretary

N. Stuart Grauel, Treasurer

Kelly J. Flynn, Member

Shirley M. Haflich, Member

ABSENT

Michael B. Stayton, Member

Robert H. Voorhies, Member