TUCSON AIRPORT AUTHORITY | Finance and Risk Management Council
Monday, August 20, 2025 | 2:30 p.m. | TAA Board Room and Microsoft Teams

THIS ADVISORY COUNCIL MEETING OF THE TUCSON AIRPORT AUTHORITY WAS HELD IN A HYBRID MANNER. COUNCIL MEMBERS ATTENDED THE MEETING IN PERSON OR VIRTUALLY VIA MICROSOFT TEAMS. MEMBERS OF THE PUBLIC WERE INVITED TO ATTEND IN PERSON. MEMBERS OF THE BOARD

1. CALL TO ORDER | ROLL CALL

Chair Overton called the meeting to order at 2:30 p.m.

Council Members Present: Chair Tim Overton, Council Member Rob Draper, Council Member Ricardo Platt, Council Member Angela Gee, and Council Member Lydia Aranda

Council Members Absent: Vice Chair Omar Mireles and Council Member Tony Penn

Staff Present: President/CEO Danette Bewley, Executive Vice President/Chief Operations Officer Bruce Goetz, Executive Vice President/General Counsel Chris Schmaltz, Vice President/Chief Financial Officer Kim Allison, IT Customer Support Technician Hector Lopez, and TAA Clerk Carolina Cordova

2. APPROVAL OF MINUTES

Motion by Council Member Draper, seconded by Council Member Aranda, to approve the minutes of the Finance and Risk Management Council meeting held on August 19, 2024. The motion carried by the following vote:

Ayes (5) Overton, Draper, Platt, Gee, and Aranda

Nays (0)

3. PRESENTATION/DISCUSSION

a. Tucson Airport Authority Operating and Capital Budget for FY 2026

President/CEO Danette Bewley provided a brief update of following:

- ❑ The budget is based upon the airline projections for activity in and out of TUS.
- ❑ TAA has requested an update to our passenger facility charge approval from the FAA. The fees collected will be utilized for ASE and the identified projects in the budget.

Vice President/Chief Financial Officer Kim Allison presented:

- There is a 4.5% decrease in passengers forecasted for 2026, however, overall, we are at a 1% increase, year to date, and passengers have steadily grown with a 2% increase over the previous year.
- There is a projected 17-cent increase in the annual landing fee as part of this budget. The airlines expressed no concerns with the increase.
- CFO Kim Allison highlighted on the summary slide the $12.6 million in Capital Requirements which flow through the landing fee. There is anticipated $65.4 million grant funding for the ASE program with no new debt service in FY 2026. TUS is being cautious of how money is spent and is seeking $9.7 million in PFC funding for FY 2026.

President/CEO Danette Bewley, Executive VP/General Counsel Chris Schmaltz, and Ms. Allison responded to general questions from the Council members regarding a list of projects and TAA's 5-year plan that anticipates upcoming projects and TAA's fiscal needs. President/CEO Danette Bewley responded confidently when asked about the comfort level from the TAA that the ASE project, and other matters, are being handled effectively. The Council expressed support of the budget.

4. ACTION ITEMS

a. Tucson Airport Authority Operating and Capital Budget for FY 2026

Motion by Council Member Aranda, seconded by Council Member Platt, to recommend to the Board of Directors that it approve as presented the Tucson Airport Authority's proposed operating and capital budget for the fiscal year beginning on October 1, 2025, and ending on September 30, 2026. The motion carried by the following vote:

Ayes (5) Overton, Draper, Platt, Gee, and Aranda

Nays 0

5. ADJOURN

Chair Overton adjourned the meeting at 3:10 p.m.

APPROVED BY:

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Tim Overton, Chair

Date: ____________________

PREPARED BY:

____
Carolina Cordova, TAA Clerk

Date: ____________________