

**SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD
MINUTES
THURSDAY, DECEMBER 7, 2017
SAN DIEGO INTERNATIONAL AIRPORT
BOARD ROOM**

CALL TO ORDER: Chairman Boling called the regular meeting of the San Diego County Regional Airport Authority to order at 9:06 a.m. on Thursday, December 7, 2017, in the Board Room at the San Diego International Airport, Administration Building, 3225 North Harbor Drive, San Diego, CA 92101.

PLEDGE OF ALLEGIANCE: Board Member Schumacher led the Pledge of Allegiance.

ROLL CALL:

PRESENT: Board Members: Boling (Chairman), Desmond, Janney, Kersey, Robinson, Schumacher, Sessom, Woodworth (Ex Officio)

ABSENT: Board Members: Binns (Ex Officio), Cox, Gleason, Ortega (Ex Officio)

ALSO PRESENT: Kimberly J. Becker, President/CEO; Amy Gonzalez, General Counsel; Tony R. Russell, Director, Corporate and Information Governance/Authority Clerk; Stephanie Heying, Assistant Authority Clerk II

NEW BUSINESS:

15. ACTION PLAN FOR ADDRESSING THE AIRPORT NOISE ADVISORY COMMITTEE (ANAC) RECOMMENDATIONS:

Sjohnna Knack, Program Manager, Airport Planning & Environmental Affairs provided a presentation on the Action Plan for Addressing the Airport Noise Advisory Committee Recommendations, which included Background, Timeline, Recommendations – Group A and Group B, What is a Part 150 Study, Federal Aviation Administration (FAA) Procedure Change Process, Continuation of Subcommittee, and Next Steps.

In response to Board Member Desmond regarding cost and who would pay for the Part 150 Study, Ms. Knack stated that the Part 150 Study is estimated to cost \$1.5 - \$1.8 million and it would be eligible for federal grant funding. She also stated that it is staff's recommendation that the Part 150 Study and the FAA Procedure Change Process (7100.41A) run simultaneously. She stated that once the Board accepts the recommendations from the study, staff can proceed with the recommendations and seek federal funding.

Board Member Sessom expressed concern with having too many people on the Citizen Advisory Committee (CAC). She also expressed concern that some communities, including the East County, who are just beginning to be impacted by the new flight corridors, may not be included and may not know about the CAC.

Chairman Boling questioned if the Part 150 Study would preclude the Authority from doing anything additional and if they would qualify for federal funding. Ms. Knack stated that the regulations specifically identify those things which an airport must review and the additional items might qualify for federal funding.

COUNCILMEMBER LORIE ZAPF, SAN DIEGO, spoke in support of the ANAC recommendations and conducting the Part 150 study. She requested that the FAA actively participate and review areas outside of the 65 dbL.

SANDRA VALONE, SAN DIEGO, spoke regarding noise in her neighborhood and the flight path.

ANTHONY M. STIEGLER, LA JOLLA, spoke regarding noise in his neighborhood and in support of the ANAC recommendations.

STEVE JOHNSTRON, LA JOLLA, spoke regarding noise in his neighborhood and the flight path.

ALAN HARRIS, SAN DIEGO, spoke in support of the ANAC recommendations.

VICTOR AVINA, REPRESENTING SUPERVISOR COX, SAN DIEGO, read a letter from Supervisor Cox in support of staff's recommendations.

LILA SCHMIDT, SAN DIEGO, spoke regarding pollution, the flight path, and in support of the ANAC recommendations.

Kimberly Becker, President/CEO, thanked the ANAC and subcommittee for their work on this issue. She stated that she met with the FAA and they are willing to work together and align their efforts with the Authority.

Board Member Desmond requested that a chart showing flight paths pre NEXTGEN and post NEXTGEN be provided to Board Members.

Board Member Sessom requested that staff provide information on the public outreach plan for communities that are not already involved.

Chairman Boling asked that staff work with Board Member Sessom regarding outreach in East County.

RECOMMENDATION: Adopt Resolution No. 2017-0109, accepting the action plan for the Airport Noise Advisory Committee (ANAC) recommendations.

ACTION; Moved by Board Member Desmond and seconded by Board Member Robinson to approve staff's recommendation. Motion carried by the following votes: YES – Boling, Desmond, Janney, Kersey, Robinson, Schumacher, Sessom; NO – None; ABSENT – Cox, Gleason; (Weighted Vote Points: YES – 78; NO – 0; ABSENT – 22).

CLOSED SESSION: The Board recessed into Closed Session at 10:02 a.m. to discuss Item 22.

KAMRAN HAMIDI, SAN DIEGO, spoke on Item 22 and expressed his desire to dismiss his lawsuit.

19. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:

(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)

Name of Case: GGTW LLC v San Diego County Regional Airport Authority, et al., San Diego Superior Court Case No. 37-2016-00032646-CU-BC-CTL

20. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:

(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)

Name of Case: San Diego County Regional Airport Authority v. American Car Rental, Inc., San Diego Superior Court Case No. 37-2016-00024056-CL-BC-CTL

21. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:

(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)

Dryden Oaks, LLC v. San Diego County Regional Airport Authority, et al., San Diego Superior Court, North County, Case No. 37-2014-00004077-CU-EI-NC

22. CONFERENCE WITH LEGAL COUNSEL-EXISTING LITIGATION:

(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)

Name of Case: K.S.A.N. L.L.C v. San Diego County Regional Airport Authority, et al. San Diego Superior Court Case No. 37-2017-00024982-CU-NP-CTL

23. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION:

(Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Cal. Gov. Code §54956.9)

Investigative Order No. R9-2012-0009 by the California Regional Water Quality Control Board pertaining to an investigation of bay sediments at the Downtown Anchorage Area in San Diego.

Number of potential cases: 1

24. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION:

(Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Cal. Gov. Code §54956.9)

Navy Boat Channel Environmental Remediation

Number of potential cases: 1

25. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION:

(Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Cal. Gov. Code §54956.9)

Number of potential cases: 2

- 26. CONFERENCE WITH LEGAL COUNSEL –ANTICIPATED LITIGATION:**
(Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Cal. Gov. Code §54956.9)
In re Seaport Airlines, Inc., U.S. Bankruptcy Court Case No. 16-30406-rld7
Number of potential cases: 1
- 27. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION:**
(Initiation of litigation pursuant to paragraph (4) of subdivision (d) of Cal. Gov. Code §54956.9)
Number of cases: 1

Board Member Woodworth (Ex Officio) left the dais at 10:25 a.m.

REPORT ON CLOSED SESSION: The Board reconvened into Open Session at 10:29 a.m. There was no report on the Closed Session.

NEW BUSINESS CONTINUED:

- 16. TRANSPORTATION NETWORK COMPANY (TNC) PERMIT APPLICATION UPDATE AND APPROVED CONTINUATION OF THE TNC PERMIT PROGRAM:**
Marc Nichols, Director, Ground Transportation (GTO), and Mike Anderson, Manager, Ground Transportation, provided a presentation on the Transportation Network Company (TNC) Permit Application Update and Approved Continuation of the TNC Permit Program, which included Key Dates, Transportation Emission Reduction Strategies, TNC GHG Emissions Reduction Program, EPA Greenhouse Gas Ratings, Reporting Analysis, and Performance Targets.

Angela Shafer-Payne, Vice President, Operations, clarified that staff is requesting a continuation of the TNC Permit Program from January 1, 2018 through June 30, 2018, and confirmed that staff would not move forward with changes in the permits without seeking the Board's input.

In response to Board Member Sessom regarding what happens if a ground transportation operator is out of compliance with state law, Mr. Nichols stated that if there is an infraction, staff contacts the drivers and the owners to discuss the infraction and the Authority has the option of putting them out-of-service for a certain number of hours/days, or revoking the permit if they do not comply with California laws or Authority permit requirements. He stated that TNCs would have the same requirements in their permit.

In response to Board Member Sessom regarding how breaches of customer personal data are handled, Mr. Nichols stated that the private information that GTO collects is limited to the last three license plate numbers, the make, model, and vehicle year. He added GTO does not collect customer payment data or personal information from customers. He stated that ground transportation providers must abide by the Airport's privacy policy and those requirements are included in the permits, and if the requirements are breached the Authority can issue fines.

Amy Gonzalez, General Counsel, stated that the permit has several provisions that require both the permittee and the drivers to comply with all laws; if they do not comply, the permit can be revoked or there can be a fine that is imposed. She added that if a fine is imposed there is an administrative process set forth in the Authority's Rules and Regulations where the Authority would issue a notice and then there would be a finding. She stated that the driver could appeal; it is a three-level appeal process that goes up to the President/CEO to determine whether or not to impose the fine and the permit can be revoked.

In response to Board Member Sessom regarding what is being done about the Uber breach and if it would require a complaint to be filed, if so, she would like to file a complaint, Ms. Gonzalez stated that the administrative process that is set forth in the permit would allow for an investigation.

In regards to the ability for TNC's to use rematch, Mr. Nichols explained that rematch requires one pickup and one drop off point, so it is not currently done. He clarified that if the Board approves staff's recommendations, the TNCs would have the option to use matching and pooling as part of their GTR method but the permit itself does not require or prohibit rematch, it just allows the TNCs to get credit for that activity as a part of the calculation for their greenhouse gas reduction and incentives.

Ms. Shafer-Payne, Vice President, Operations, stated the TNCs cannot match today because their pick up and drop off spots are in different locations but that staff is making an operational change that would allow rematch with the approval of staff's recommendation.

DELAINE SCOTT, SAN DIEGO DIRECT TRANSPORTION, SAN DIEGO, spoke in opposition to staff's recommendation.

CARELYN REYNOLDS, TRANSPORTATION ALLIANCE GROUP, spoke in opposition to staff's recommendation.

SARAH ASHTON-UBER, PUBLIC AFFAIRS GROUP UBER, SANTA MONICA, spoke in support of staff's recommendation.

PEPE RODRIQUEZ, SAN DIEGO, spoke in support of staff's recommendation.

ARICA GATELY, SAN FRANCISO, spoke in support of staff's recommendation.

SOPHIE WOLFRAM, SAN DIEGO, spoke in support of staff's recommendation.

DANIEL REEVES, DOWNTOWN SAN DIEGO PARTNERSHIP, SAN DIEGO, had to leave but registered his support of staff's recommendation.

ADRIAN KWIATROWSKI, SAN DIEGO, spoke regarding greenhouse gas strategies and expressed concern with the move of TNCs to the Transportation Islands.

SOPHIE BARNHORST, ON BEHALF OF THE SAN DIEGO CHAMBER OF COMMERCE, SAN DIEGO, spoke in support of staff's recommendation.

DR. PETER BROWNELL, SAN DIEGO, spoke regarding the disparity between TNCs and Taxi regulations.

TAREK AFIFI, CHULA VISTA, spoke in opposition of the staff's recommendation.

MARGO TANGUAY, SAN DIEGO, spoke in opposition of the staff's recommendation.

Chairman Boling reported ex parte communications with Lyft and Uber representatives.

Board Member Schumacher reported ex parte communications with Lyft, Uber, and taxi representatives.

Board Member Kersey reported ex parte communications with Lyft and Uber representatives.

Board Member Janney reported ex parte communications with Lyft and Uber representative and spoke to taxi cab drivers.

Board Member Robinson reported ex parte communications with Lyft and Uber representatives.

Board Member Desmond reported ex parte communications with the Taxi Association and representatives from Lyft and Uber.

Board Member Sessom expressed concerns and suggested continuing this item so that the issues that have been heard today could be addressed, including the letter from Wingz asking for more time to negotiate greenhouse gas emissions with staff. She also expressed concern about security breaches when data is collected and would like the whole ground transportation industry to understand that we are trying to treat everyone fairly and equitably, while protecting customers. She stated she would oppose the motion as drafted.

Board Member Robinson asked if the permit would be administratively extended for another year without coming back to the Board, if there were no changes.

Ms. Shafer-Payne stated that given the amount of dialogue around this subject, staff would want to see the data in the first couple of months and would come back to the Board in the May timeframe to discuss the permit for the next year.

RECOMMENDATION: Adopt Resolution No. 2017-0110 approving the continuation of the Transportation Network Company operations at San Diego International Airport and authorizing the President/CEO to negotiate and execute a TNC permit and authorizing Greenhouse reduction fees.

ACTION; Moved by Board Member Desmond and seconded by Board Member Janney to approve staff's recommendation. Motion carried by the following votes: YES – Boling, Desmond, Janney, Kersey, Robinson, Schumacher; NO – Sessom; ABSENT – Cox, Gleason; (Weighted Vote Points: YES – 70; NO – 8; ABSENT – 22).

17. EXTENSION OF TAXI AND VEHICLE-FOR-HIRE MEMORANDUMS OF AGREEMENT:

Marc Nichols, Director, Ground Transportation, provided a brief overview of the Staff Report.

ALEM ZEBIB, spoke in support of opening the airport to all taxis.

ALFRED BANKS, SAN DIEGO, provided a parking lot map and suggested TNCs park on Liberator Way.

ADRIAN KWIATKOWSKI, SAN DIEGO, spoke in support of the staff's recommendation.

KAMRAN HAMIDI, SAN DIEGO, provided a hand-out to the Board and a presentation on the Authorized Airport Taxi Stickers and spoke regarding permits.

KIDANE WELDEMICHAEL, SAN DIEGO, spoke in support of opening the airport to all taxis.

YONAS MEHARI, spoke in support of opening the airport to all taxis.

EZEQUIEL BARRAZZA, SAN DIEGO, spoke in support of opening the airport to all taxis.

AMALESH KELETA, spoke in support of opening the airport to all taxis.

MIKAIL HUSSEIN, SAN DIEGO, UNITED TAX WORKERS OF SAN DIEGO, provided a hand-out to the Board and presentation and spoke in opposition of the staff's recommendation.

TAREK AFIFI, CHULA VISTA, spoke in support of opening the airport to all taxis.

ABDULMALIK ADAM, SAN DIEGO, spoke in opposition of the staff's recommendation and supported opening the airport to all taxis.

OSMAN IBRAHIM, SAN DIEGO, spoke in support of opening the airport to all taxis.

MARGO TANGUAY, SAN DIEGO, spoke in support of staff's recommendation.

Board Member Schumacher left the dais at 12:20 p.m.

In response to Board Member Desmond's question regarding whether there are 84 permits available, Mr. Nichols explained that 84 permits are not available because there are a certain number of permits that are single day operating permits, A and/or B days, and there are a certain number of permits that operate both days. He stated that the permits that operate both days are counted twice so that gets them to the 450 total permits.

ORIGINAL MOTION

Moved by Board Member Janney and seconded by Board Member Kersey to approve staff's recommendation.

Board Member Desmond requested that the motion be amended to direct staff to provide an analysis of the pros and cons of opening the Airport to all taxis.

Board Member Janney stated the motion is to extend the MOA for six months and that the amendment is something the Board could ask staff to do because the Board would be looking at this in six months; therefore he would like to leave his motion as is.

Board Member Desmond made a substitute motion to approve staff's recommendation with further direction for staff to look at opening the Airport to all taxis. Board Member Sessom seconded the motion.

Board Member Robinson expressed concern that this would create additional work and time for staff if all taxis were allowed to operate at the Airport.

RECOMMENDATION: Adopt Resolution No. 2017-0113, authorizing the President/CEO to execute amendments to extend the Taxi and Vehicle-for-Hire Memorandums of Agreement (MOA) for a period of six (6) months, to expire on June 30, 2018.

SUBSTITUE MOTION

ACTION; Moved by Board Member Desmond and seconded by Board Member Sessom to approve staff's recommendation and direct staff to provide an analysis of the pros and cons of opening the Airport to all taxis. Motion carried by the following votes: YES – Boling, Desmond, Janney, Kersey, Schumacher, Sessom; NO – Robinson; ABSENT – Cox, Gleason, Schumacher; (Weighted Vote Points: YES – 58; NO – 8; ABSENT – 34).

The Board recessed at 12:40 and reconvened at 1:11 p.m.

REPORTS FROM BOARD COMMITTEES, AD HOC COMMITTEES, AND CITIZEN COMMITTEES AND LIAISONS:

STANDING BOARD COMMITTEES

- **AUDIT COMMITTEE:** None.
- **CAPITAL IMPROVEMENT PROGRAM OVERSIGHT COMMITTEE:** None.
- **EXECUTIVE PERSONNEL AND COMPENSATION COMMITTEE:** Board Member Desmond reported the next meeting is January 11 and the committee will be conducting a mid-year performance review for the President/CEO, General Counsel, and Chief Auditor, and will receive a presentation on the annual benefits enrollments.
- **FINANCE COMMITTEE:** Chairman Boling reported the Committee met and reviewed the financial statements, investment report, and the 2018 proposed master calendar.

ADVISORY COMMITTEES

- **AUTHORITY ADVISORY COMMITTEE:** None.
- **ART ADVISORY COMMITTEE:** Diana Lucero, Director, Vision, Voice and Engagement reported that the installation of the 16 unique displays for the 2018 thematic exhibition, *Figure of Speech*, will begin in December and continue through February 2018. She reported that after a competitive selection process, two performing arts collectives have been selected for the 2018 artist residency program; Astraeus Aerial Dance Theatre and Kristina Wong. She reported that roaming carolers and other musicians will provide entertainment for holiday travelers pre and post security in Terminal 1 and Terminal 2 on Thursday, December 21 from 5:30 a.m. to 10:00 a.m. She reported that as a result of Federal Inspection Station (FIS) construction the statue of Charles A. Lindbergh, *The Boy and the Man*, will be relocated to Terminal 1 and will be temporarily stored beginning early December while the new site is prepared for installation.

LIAISONS

- **AIRPORT LAND USE COMPATIBILITY PLAN:** Board Member Janney reported, following the last meeting, staff is moving forward with revisions to the draft for the City of Coronado's North Island Airport Land Use Compatibility Plan.
- **CALTRANS:** None.

- **INTER-GOVERNMENTAL AFFAIRS:** Mike Kulis, Director, Inter-Governmental Affairs reported that Chairman Boling hosted a visit to the airport by several members of the San Diego County Taxpayers Association Governance and Public Finance Committee and Public and Community Assets Committee. He reported that members were provided presentations on Operational, Financial, and Development matters and were given a tour of the airfield. He reported that earlier this week representatives met with all five of the San Diego Congressional delegation members, the two U.S. Senate offices, and the House and Senate Appropriations Committee staff to advocate for including a Passenger Facility Charge increase in the Fiscal Year 2018 Omnibus Appropriations bill, which is expected to be considered in the next two weeks. He reported that Authority staff informed those representatives on the impact that several provisions in the House and Senate tax reform bills – specifically related to Private Activity Box tax exemption and advance funding of bonds – would have on the airport if they are included in a final tax reform bill. He reported that on December 5th, the U.S. Senate confirmed Kristjen Nielsen as the new Secretary of Homeland Security. He reported that although a formal vote will not be held until next month, it was announced this morning that Senator Toni Atkins, in whose district the airport is located, will become the next Senate Pro Tem.
- **MILITARY AFFAIRS:** None.
- **PORT:** None.
- **WORLD TRADE CENTER:** None.

BOARD REPRESENTATIVES (EXTERNAL)

- **SANDAG TRANSPORTATION COMMITTEE:** None.

NON-AGENDA PUBLIC COMMENT: There were no public speakers.

CONSENT AGENDA (Items 1- 14):

ACTION; Moved by Board Member Desmond and seconded by Board Member Kersey to approve the Consent Agenda. Motion carried by the following votes: YES – Boling, Desmond, Janney, Kersey, Sessom; NO – None; ABSENT – Cox, Gleason, Robinson, Schumacher; (Weighted Vote Points: YES – 58; NO – 0; ABSENT – 42).

1. APPROVAL OF MINUTES:

RECOMMENDATION: Approve the minutes of the November 2, 2017, regular meeting.

2. ACCEPTANCE OF BOARD AND COMMITTEE MEMBERS WRITTEN REPORTS ON THEIR ATTENDANCE AT APPROVED MEETINGS AND PRE-APPROVAL OF ATTENDANCE AT OTHER MEETINGS NOT COVERED BY THE CURRENT RESOLUTION:

RECOMMENDATION: Accept the reports and pre-approve Board member attendance at other meetings, trainings and events not covered by the current resolution.

3. **AWARDED CONTRACTS, APPROVED CHANGE ORDERS FROM OCTOBER 9, 2017 THROUGH NOVEMBER 12, 2017 AND REAL PROPERTY AGREEMENTS GRANTED AND ACCEPTED FROM OCTOBER 9, 2017 THROUGH NOVEMBER 12, 2017:**
RECOMMENDATION: Receive the report.
4. **DECEMBER 2017 LEGISLATIVE REPORT:**
RECOMMENDATION: Adopt Resolution No. 2017-0115¹, approving the December 2017 Legislative Report.
5. **APPROVE ESTABLISHING THE DATE AND TIME OF BOARD AND ALUC MEETINGS FOR 2018, AS INDICATED IN THE PROPOSED 2018 MASTER CALENDAR OF BOARD AND COMMITTEE MEETINGS:**
RECOMMENDATION: Adopt Resolution No. 2017-0104, establishing the date and time of Board and ALUC meetings for 2018 as indicated on the proposed 2018 Master Calendar of Board and Committee Meetings.
6. **DISPOSITION OF SURPLUS PROPERTY:**
RECOMMENDATION: Adopt Resolution No. 2017-0105, authorizing the disposition of surplus property (materials and/or equipment) by: (1) donating electronics surplus to San Diego Futures Foundation [SDFF]; (2) sale to the highest bidder; and (3) recycling and disposing of unwanted items as scrap.

CLAIMS

COMMITTEE RECOMMENDATIONS

7. **EXTERNAL AUDITOR'S FISCAL YEAR ENDED JUNE 30, 2017, REPORTS: A) AUDITED FINANCIAL STATEMENTS, B) SINGLE AUDIT REPORTS, C) PASSENGER FACILITY CHARGE COMPLIANCE REPORT, D) CUSTOMER FACILITY CHARGE COMPLIANCE REPORT, AND E) LETTER TO THE BOARD:**
RECOMMENDATION: The Audit Committee recommends that the Board accept the reports.
8. **REVIEW OF THE COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR) FOR THE FISCAL YEAR ENDED JUNE 30, 2017:**
RECOMMENDATION: The Audit Committee recommends that the Board accept the report.
9. **FISCAL YEAR 2018 FIRST QUARTER ACTIVITIES REPORT AND AUDIT RECOMMENDATIONS ISSUED BY THE OFFICE OF THE CHIEF AUDITOR:**
RECOMMENDATION: The Audit Committee recommends that the Board accept the report.

¹ Changed from 2017-0103 to 2017-0115. 2017-0103 was a duplicate number.

10. REVISION TO THE FISCAL YEAR 2018 AUDIT PLAN OF THE OFFICE OF THE CHIEF AUDITOR:

RECOMMENDATION: The Audit Committee recommends that the Board adopt Resolution No. 2017-0112, approving a revision to the Fiscal Year 2018 Audit plan of the Office of the Chief Auditor.

CONTRACTS AND AGREEMENTS

11. AUTHORIZE A REDUCTION IN THE AMOUNT OF RETENTION WITHHELD ON PROGRESS PAYMENTS TO SWINERTON BUILDERS, INC. FOR WORK PERFORMED ON THE TERMINAL 2 PARKING PLAZA:

RECOMMENDATION: Adopt Resolution No. 2017-0106, authorizing a reduction in the amount of retention withheld on progress payments to Swinerton Builders, Inc. for work performed on the Terminal 2 Parking Plaza.

CONTRACTS AND AGREEMENTS AND/OR AMENDMENTS TO CONTRACTS AND AGREEMENTS EXCEEDING \$1 MILLION

12. AWARD A CONTRACT TO S & L SPECIALTY CONSTRUCTION, INC., FOR QUIETER HOME PROGRAM PHASE 8, GROUP 11, PROJECT NO. 380811 (THIRTY-NINE (39) NON-HISTORIC SINGLE AND MULTI-FAMILY UNITS ON THIRTY-FIVE (35) RESIDENTIAL PROPERTIES LOCATED EAST AND WEST OF THE AIRPORT):

RECOMMENDATION: Adopt Resolution No. 2017-0107, awarding a contract to S&L Specialty Construction, Inc., in the amount of \$1,293,000, for Phase 8, Group 11, Project No. 380811, of the San Diego County Regional Airport Authority's Quieter Home Program.

13. APPROVE AND AUTHORIZE THE PRESIDENT/CEO TO EXECUTE ON-CALL AIRPORT PAVEMENT REPAIR SERVICES AGREEMENT WITH HAZARD CONSTRUCTION COMPANY:

RECOMMENDATION: Adopt Resolution No. 2017-0108, approving and authorizing the President/CEO to execute On-Call Airport Pavement Repair Services Agreement with Hazard Construction Company, for a term of three years, with the option for two one-year extensions exercisable at the discretion of the President/CEO, for a total not-to-exceed amount of \$11,743,665, in support of the existing pavement surfaces, at San Diego International Airport ("SDIA").

14. APPROVE AND AUTHORIZE THE PRESIDENT/CEO TO EXECUTE AN OTHER TRANSACTIONAL AGREEMENT (OTA) WITH THE U.S. DEPARTMENT OF HOMELAND SECURITY - TRANSPORTATION SECURITY ADMINISTRATION (TSA):

RECOMMENDATION: Adopt Resolution No. 2017-0114, approving and authorizing the President/CEO to execute an Other Transactional Agreement (OTA No. 70T04018T9CAP1007) with the U.S. Department of Homeland Security - Transportation Security Administration (TSA) and the San Diego County Regional Airport Authority, to reimburse costs not-to-exceed \$1,140,834, for replacement of the existing three (3) Explosions Detection Devices located in Terminal 2 East Checked Baggage Inspections System area at San Diego International Airport.

CHAIR'S REPORT: Chairman Boling reported that the Airport Ambassador's holiday event will be held on December 12. She reported there are 250 Ambassadors who are volunteers at the airport and there will be an Ambassador of the Year award presented. She reported that she had toured the landside operations: Transportation islands; Terminal 2 elevated departure roadway; taxi, cell phone and ride-sharing hold lots; terminal link road, and the Rental Car Center. She reported that at 1 a.m. on December 9 Board Member Janney, Kim Becker and she will tour the runway rehabilitation project.

PRESIDENT/CEO'S REPORT: Kimberly Becker, President/CEO, reported that the Airport would be hosting a group from the team leading the effort to construct the new Mexico City Airport. She reported that AAE reached out to SAN to host Mexico City officials for a tour and discussion about sustainability planning and initiatives. She reported that they would tour the airport and airfield. She reported that Spirit Airlines expanded its network in San Diego, adding seasonal daily nonstop service to Detroit Metropolitan Airport, beginning April 23, 2018, and ending on September 5, 2018. She reported that Spirit may elect to extend the service depending on route performance. She reported that on December 15, Alaska Airlines will commence four new routes – two seasonal and two year round flights; seasonal service to Steamboat Springs and Mammoth Lakes and year-round service to St. Louis and Kansas City. She reported that Hawaiian Airlines expanded their network in San Diego with the announcement of nonstop flights to Maui commencing May 1, 2018. She recognized Jeffrey Woodson and wished him well in his retirement. She formally introduced Dennis (Denny) Probst, new Vice President of Development. She reported that Denny comes from Metropolitan Airports Commission (MAC) in Minnesota where he was Chief Operating Officer.

She reported the MAC operates the Minnesota International Airport and six smaller general aviation airports within the Minneapolis/St. Paul metro area. She reported that Denny would oversee three departments: Planning and Environmental Affairs, Airport Design and Construction, and Facilities Development.

NEW BUSINESS CONTINUED:

18. AMEND AUTHORITY POLICY 8.30 – AIRPORT LAND USE COMMISSION:

Brendon Reed, Director, Planning & Environmental Affairs provided a presentation to Amend Authority Policy 8.30 – Airport Land Use Commission (ALUC), which included the Board Policy 8.30, Airport Land Use Compatibility Plan (ALUCP) Consistency Reviews, 'Conditionally Consistent', and the Board Policy 8.30 Amendment.

RECOMMENDATION: Adopt Resolution No. 2017-0111, amending Authority Policy 8.30 to authorize Airport Land Use Commission staff to issue "conditionally consistent" determinations.

ACTION; Moved by Board Member Desmond and seconded by Board Member Janney to approve staff's recommendation. Motion carried by the following votes: YES – Boling, Desmond, Janney, Kersey, Sessom; NO – None; ABSENT – Cox, Gleason, Robinson, Schumacher; (Weighted Vote Points: YES – 58; NO – 0; ABSENT – 42).

PRESENTATIONS:

A. AIRPORT DEVELOPMENT PLAN:

Presented By: Kimberly J. Becker, President/CEO, Bob Bolton, Director, Airport Design & Construction, and Ted Anasis, Manager, Regional Planning

ACTION; Moved by Board Member Janney and seconded by Board Member Kersey to move the presentation to the January 2018 Board agenda. Motion carried by the following votes: YES – Boling, Desmond, Janney, Kersey, Sessom; NO – None; ABSENT – Cox, Gleason, Robinson, Schumacher; (Weighted Vote Points: YES – 58; NO – 0; ABSENT – 42).

PUBLIC HEARINGS:

OLD BUSINESS: None.

GENERAL COUNSEL REPORT:

BUSINESS AND TRAVEL EXPENSE REIMBURSEMENT REPORTS FOR BOARD MEMBERS, PRESIDENT/CEO, CHIEF AUDITOR AND GENERAL COUNSEL WHEN ATTENDING CONFERENCES, MEETINGS, AND TRAINING AT THE EXPENSE OF THE AUTHORITY:

BOARD COMMENT:

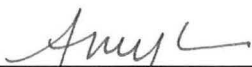
ADJOURNMENT: The meeting adjourned at 1:26 p.m.

APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD THIS 4th DAY OF JANUARY, 2018.



TONY R. RUSSELL
DIRECTOR, CORPORATE &
INFORMATION GOVERNANCE /
AUTHORITY CLERK

APPROVED AS TO FORM:



AMY GONZALEZ
GENERAL COUNSEL