

SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY

Board Members

C. April Boling
Chairman

Catherine Blakespear
Greg Cox
Mark Kersey
Robert T. Lloyd
Paul McNamara
Paul Robinson
Johanna S. Schiavoni
Mark B. West

BOARD MEETING **AGENDA**

Thursday, July 9, 2020
9:00 A.M.

San Diego International Airport
SDCRAA Administration Building
3225 N. Harbor Drive
San Diego, California 92101

Ex-Officio Board Members

Gustavo Dallarda
Col. Charles B. Dockery
Gayle Miller

President / CEO

Kimberly J. Becker

This meeting of the Board of the San Diego County Regional Airport Authority Board will be conducted pursuant to the provisions of California Executive Order N-29-20 which suspends certain requirements of the Ralph M. Brown Act. During the current State of Emergency and in the interest of public health, all Board members will be participating in the meeting electronically. In accordance with the Executive Order, there will be no members of the public in attendance at the Board Meeting. We are providing alternatives to in-person attendance for viewing and participating in the meeting. In lieu of in-person attendance, members of the public may submit their comments in the following manner.

Comment on Non-Agenda Items

Public comments on non-agenda items must be submitted to the Authority Clerk at clerk@san.org, no later than 4:00 p.m. the day prior to the posted meeting in order to be eligible to be read into the record. The Authority Clerk will read the first 30 comments received by 4:00 p.m. the day prior to the meeting into the record. The maximum number of comments to be read into the record on a single issue will be 16. All other comments submitted, including those received after 4:00 p.m. the day prior and before 8:00 a.m. the day of the meeting, will be provided to the Authority Board and submitted into the written record for the meeting.

Public comments on agenda items received no later than 8:00 a.m. on the day of the meeting will be distributed to the Board and included in the record.

Comment on Agenda Items

If you'd like to speak to the Board live during the meeting, please follow these steps to request to speak:

- **Step 1:** Fill out the online [Request to Speak Form](#) to speak during the meeting via teleconference. The form must be submitted by 4 p.m. the day before the meeting or by 4:00 p.m. the Friday before a Monday meeting. After completing the form, you'll get instructions on how to call in to the meeting.
- **Step 2:** Watch the meeting via the Webcast located at the following link, <https://stream1.sdcoe.net/wc/sdcraa070920/>

- **Step 3:** When the Board begins to discuss the agenda item you want to comment on, call in to the conference line, you will be placed in a waiting area. ***Please do not call until the item you want to comment on is being discussed.***
- **Step 4:** When it is time for public comments on the item you want to comment on, Authority Clerk staff will invite you into the meeting and unmute your phone. Staff will then ask you to state your name and begin your comments.

You may also view the meeting online at the following link: <https://www.san.org/Airport-Authority/Meetings-Agendas/Authority-Board>

REQUESTS FOR ACCESSIBILITY MODIFICATIONS OR ACCOMMODATIONS

As required by the Americans with Disabilities Act (ADA), requests for agenda information to be made available in alternative formats, and any requests for disability-related modifications or accommodations required to facilitate meeting participation, including requests for alternatives to observing meetings and offering public comment as noted above, may be made by contacting the Authority Clerk at (619) 400-2550 or <mailto:clerk@san.org>. The Authority is committed to resolving accessibility requests swiftly in order to maximize accessibility

This Agenda contains a brief general description of each item to be considered. The indication of a recommended action does not indicate what action (if any) may be taken. ***Please note that agenda items may be taken out of order.*** If comments are made to the Board without prior notice or are not listed on the Agenda, no specific answers or responses should be expected at this meeting pursuant to State law.

Staff Reports and documentation relating to each item of business on the Agenda are on file in Board Services and are available for public inspection.

NOTE: Pursuant to Authority Code Section 2.15, all Lobbyists shall register as an Authority Lobbyist with the Authority Clerk within ten (10) days of qualifying as a lobbyist. A qualifying lobbyist is any individual who receives \$100 or more in any calendar month to lobby any Board Member or employee of the Authority for the purpose of influencing any action of the Authority. To obtain Lobbyist Registration Statement Forms, contact the Board Services/Authority Clerk Department.

CALL TO ORDER:

ROLL CALL:

PRESENTATIONS:

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

- **AUDIT COMMITTEE:**
Committee Members: Blakespear, Kersey (Chair), McNamara, Nickerson, Vann, Van Sambeek, West
- **CAPITAL IMPROVEMENT PROGRAM OVERSIGHT COMMITTEE:**
Committee Members: Cox, Kersey, Lloyd, Robinson, West (Chair)
- **EXECUTIVE PERSONNEL AND COMPENSATION COMMITTEE:** Committee Members: Boling, Cox, Robinson, Schiavoni (Chair)
- **FINANCE COMMITTEE:**
Committee Members: Blakespear, Kersey (Chair), McNamara, Schiavoni

ADVISORY COMMITTEES

- **AUTHORITY ADVISORY COMMITTEE:**
Liaison: Robinson (Primary), Schiavoni
- **ARTS ADVISORY COMMITTEE:**
Committee Member: Robert H. Gleason

LIAISONS

- **CALTRANS:**
Liaison: Dallarda
- **INTER-GOVERNMENTAL AFFAIRS:**
Liaison: Cox
- **MILITARY AFFAIRS:**
Liaison: Dockery
- **PORT:**
Liaisons: Boling (Primary), Cox, Robinson
- **WORLD TRADE CENTER:**
Representatives: Robert H. Gleason

BOARD REPRESENTATIVES (EXTERNAL)

- **SANDAG BOARD OF DIRECTORS:**
Representative: Boling (Primary), Robinson
- **SANDAG TRANSPORTATION COMMITTEE:**
Representatives: Schiavoni (Primary), West

CHAIR'S REPORT:

PRESIDENT/CEO'S REPORT:

NON-AGENDA PUBLIC COMMENT:

Non-Agenda Public Comment is reserved for members of the public wishing to address the Board on matters for which another opportunity to speak **is not provided on the Agenda**, and which is within the jurisdiction of the Board. Please submit a completed speaker slip to the Authority Clerk. ***Each individual speaker is limited to three (3) minutes. Applicants, groups and jurisdictions referring items to the Board for action are limited to five (5) minutes.***

Note: Persons wishing to speak on specific items should reserve their comments until the specific item is taken up by the Board.

CONSENT AGENDA (Items 1- 9):

The consent agenda contains items that are routine in nature and non-controversial. Some items may be referred by a standing Board Committee or approved as part of the budget process. The matters listed under 'Consent Agenda' may be approved by one motion. Any Board Member may remove an item for separate consideration. Items so removed will be heard before the scheduled New Business Items, unless otherwise directed by the Chair.

1. APPROVAL OF MINUTES:

RECOMMENDATION: Approve the minutes of the May 21, 2020 special closed session and the May 21, 2020 special and June 4, 2020 regular Board meetings.

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.

(Board Services: Tony R. Russell, Director/Authority Clerk)

3. AWARDED CONTRACTS, APPROVED CHANGE ORDERS FROM MAY 11, 2020 THROUGH JUNE 14, 2020 AND REAL PROPERTY AGREEMENTS GRANTED AND ACCEPTED FROM MAY 11, 2020 THROUGH JUNE 14, 2020:

RECOMMENDATION: Receive the report.

(Procurement: Jana Vargas, Director)

- 4. JULY 2020 LEGISLATIVE REPORT:**
RECOMMENDATION: Adopt Resolution No. 2020-0072, approving the July 2020 Legislative Report.
(Government Relations: Matt Harris, Director)

CLAIMS

COMMITTEE RECOMMENDATIONS

CONTRACTS AND AGREEMENTS

- 5. APPROVE AND AUTHORIZE THE PRESIDENT/CEO TO EXECUTE A SOLE SOURCE AGREEMENT WITH RUNWAY SAFE, INC., FOR ENGINEERED MATERIAL ARRESTING SYSTEM MATERIALS AND ON-SITE SERVICES AT SAN DIEGO INTERNATIONAL AIRPORT:**
RECOMMENDATION: Adopt Resolution No. 2020-0073, approving and authorizing the President/CEO to execute a sole source agreement with Runway Safe, Inc., for Engineered Material Arresting System materials and on-site services, in an amount not-to-exceed \$9,805,058, in support of Project No. 104281, Upgrade Energy Mass Arresting System (EMAS) at San Diego International Airport.
(Airport Design & Construction: Bob Bolton, Director)
- 6. APPROVE AND AUTHORIZE THE AWARD OF A CONTRACT TO HAZARD CONSTRUCTION COMPANY FOR UPGRADE ENERGY MASS ARRESTING SYSTEM AT SAN DIEGO INTERNATIONAL AIRPORT:** RECOMMENDATION: Adopt Resolution No. 2020-0074, awarding a contract to Hazard Construction Company, in the amount of \$2,414,650 for Project No. 104281, Upgrade Energy Mass Arresting System (EMAS) at San Diego International Airport.
(Airport Design & Construction: Bob Bolton, Director)
- 7. APPROVE AND AUTHORIZE THE AWARD OF A CONTRACT TO GRANITE CONSTRUCTION COMPANY FOR REHABILITATE APRON PAVEMENT AT SAN DIEGO INTERNATIONAL AIRPORT:**
RECOMMENDATION: Adopt Resolution No. 2020-0075, awarding a contract to Granite Construction Company, in the amount of \$3,636,636 for Project No. 104278, Rehabilitate Apron Pavement at San Diego International Airport.
(Airport Design & Construction: Bob Bolton, Director)
- 8. APPROVE AND AUTHORIZE THE PRESIDENT/CEO TO AWARD A PURCHASE ORDER FOR CISCO HARDWARE AND MAINTENANCE SERVICES:**
RECOMMENDATION: Adopt Resolution No. 2020-0076, approving and authorizing the President/CEO to award a Purchase Order to Logicalis, Inc., to provide network hardware and maintenance services in support of the approved AVSEC Network Redesign Capital Improvement Project 104254.
(Information & Technology Services: Jessica Bishop, Director)

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

9. **AWARD A CONTRACT TO S&L SPECIALTY CONSTRUCTION, INC. FOR QUIETER HOME PROGRAM PHASE 10, GROUP 8, PROJECT NO. 381008 FIFTY-ONE (51) NON-HISTORIC SINGLE-FAMILY AND MULTI-FAMILY UNITS ON FIFTY (50) RESIDENTIAL PROPERTIES LOCATED EAST AND WEST OF THE SAN DIEGO INTERNATIONAL AIRPORT:**
RECOMMENDATION: Adopt Resolution No. 2020-0077, awarding a contract to S&L Specialty Construction, Inc. in the amount of \$1,744,756.23 for Phase 10, Group 8, Project No. 381008, of the San Diego County Regional Airport Authority's Quieter Home Program.
(Planning & Environmental Affairs: Brendan Reed, Director)

PUBLIC HEARINGS:

OLD BUSINESS:

NEW BUSINESS:

10. **APPROVE AND AUTHORIZE THE PRESIDENT/CEO TO EXECUTE AN AGREEMENT FOR CONTRACT SECURITY SERVICES:**
RECOMMENDATION: Adopt Resolution No. 2020-0078, approving and authorizing the President/CEO to execute an Agreement with Global Aviation Management Group, Inc., for contract security services in an amount not-to-exceed forty million dollars (\$40,000,000) for a term of three (3) years, with the option of four (4) one-year extensions at the sole discretion of the President/CEO and an additional not-to-exceed one-hundred eight (108) days to the first one-year term of the Agreement for service transition at no cost to the Authority.
(Aviation Security & Public Safety: Clint Welch, Director)
11. **PUBLIC EMPLOYEE COMPENSATION: DISCUSSION AND POSSIBLE ACTION CONCERNING THE COMPENSATION OF THE PRESIDENT/CEO:**
RECOMMENDATION: The Board will be discussing and possibly taking action regarding the employment contract of the President/Chief Executive Officer.
(Talent, Culture, & Capability: Monty Bell, Director)
12. **PUBLIC EMPLOYEE COMPENSATION: DISCUSSION AND POSSIBLE ACTION CONCERNING THE COMPENSATION OF THE GENERAL COUNSEL:**
RECOMMENDATION: The Board will be discussing and possibly taking action regarding the employment contract of the General Counsel.
(Talent, Culture, & Capability: Monty Bell, Director)
13. **PUBLIC EMPLOYEE COMPENSATION: DISCUSSION AND POSSIBLE ACTION CONCERNING THE COMPENSATION OF THE CHIEF AUDITOR:**
RECOMMENDATION: The Board will be discussing and possibly taking action regarding the employment contract of the Chief Auditor.
(Talent, Culture, & Capability: Monty Bell, Director)

CLOSED SESSION:

- 14. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**
(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)
Name of Case: Future DB International, Inc. v. San Diego County Regional Airport Authority, et al.
San Diego Superior Court Case No. 37-2018-00001531-CU-CR-CTL
- 15. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**
(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)
Name of Case: Park Assist LLC v. San Diego County Regional Airport Authority, et al.
United States District Court Case No. 18 CV2068 LAB MDD
- 16. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**
(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)
Name of Case: M.W. Vasquez Construction Co. Inc. v. San Diego County Regional Airport Authority, et al.
San Diego Superior Court Case No. 37-2019-00021
- 17. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**
(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)
Name of Case: Quiet Skies San Diego v. San Diego County Regional Airport Authority
San Diego Superior Court Case No. 37-2020-00007998-CU-TT-CTL
- 18. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**
(Paragraph (1) of subdivision (d) of Section 54956.9)
Name of case: In re Hertz Global Holdings, Inc., Case No. 20-11219-MFW
- 19. 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: 2
- 20. 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
- 21. 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: 1

- 22. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION:**
(Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Cal. Gov. Code §54956.9)
Order No. WQ 2019-0005-DWQ by the State Water Resources Control Board pertaining to PFAS
Number of potential cases: 1
- 23. CONFERENCE WITH LABOR NEGOTIATORS:**
(Cal. Gov. Code section 54957.6)
Agency designated representatives: Angela Shafer-Payne, Monty Bell, Lola Barnes, Greg Halsey, Rod Betts
Employee organization: California Teamsters Local 911
- 24. THREAT TO PUBLIC SERVICES OR FACILITIES:**
Consultation with: General Counsel and President/CEO
- 25. PUBLIC EMPLOYEE PERFORMANCE EVALUATION:**
Cal. Gov. Code §54957
Title: President/Chief Executive Officer
- 26. PUBLIC EMPLOYEE PERFORMANCE EVALUATION:**
Cal. Gov. Code §54957
Title: General Counsel
- 27. PUBLIC EMPLOYEE PERFORMANCE EVALUATION:**
Cal. Gov. Code §54957
Title: Chief Auditor

REPORT ON CLOSED SESSION:

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:

Policy for Public Participation in Board, Airport Land Use Commission (ALUC), and Committee Meetings (Public Comment)

- 1) Persons wishing to address the Board, ALUC, and Committees shall submit an email to the Clerk at clerk@san.org prior to the initiation of the portion of the agenda containing the item to be addressed (e.g., Public Comment and General Items). Failure to submit an email shall not preclude testimony, if permission to address the Board is granted by the Chair.
- 2) The Public Comment Section at the beginning of the agenda is reserved for persons wishing to address the Board, ALUC, and Committees on any matter for which another opportunity to speak is not provided on the Agenda, and on matters that are within the jurisdiction of the Board.
- 3) Persons wishing to speak on specific items listed on the agenda will be afforded an opportunity to speak during the presentation of individual items. Persons wishing to speak on specific items should reserve their comments until the specific item is taken up by the Board, ALUC and Committees.
- 4) If many persons have indicated a desire to address the Board, ALUC and Committees on the same issue, then the Chair may suggest that these persons consolidate their respective testimonies. Testimony by members of the public on any item shall be limited to **three (3) minutes per individual speaker and five (5) minutes for applicants, groups and referring jurisdictions.**
- 5) Pursuant to Authority Policy 1.33 (8), recognized groups must register with the Authority Clerk prior to the meeting.
- 6) After a public hearing or the public comment portion of the meeting has been closed, no person shall address the Board, ALUC, and Committees without first obtaining permission to do so.

Additional Meeting Information

NOTE: This information is available in alternative formats upon request. To request an Agenda in an alternative format, or to request a sign language or oral interpreter, or an Assistive Listening Device (ALD) for the meeting, please telephone the Authority Clerk's Office at (619) 400-2400 at least three (3) working days prior to the meeting to ensure availability.

For your convenience, the agenda is also available to you on our website at www.san.org.

For those planning to attend the Board meeting, parking is available in the public parking lot located directly in front of the Administration Building. Bring your ticket to the third floor receptionist for validation.

You may also reach the SDCRAA Building by using public transit via the San Diego MTS System, Route 992. For route and fare information, please call the San Diego MTS at (619) 233-3004 or 511.

DRAFT
SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD
MINUTES
THURSDAY, MAY 21, 2020
SAN DIEGO INTERNATIONAL AIRPORT
BOARD ROOM

CALL TO ORDER: Chairman Boling called the Special Board meeting to order at 9:00 a.m., on Thursday, May 21, 2020, electronically and via teleconference, pursuant to Executive Order N-29-20, at the San Diego International Airport, Administration Building, 3225 N. Harbor Drive, San Diego, CA 92101.

ROLL CALL:

PRESENT: Board Members: Blakespear, Boling, Cox, Kersey, Lloyd, McNamara, Robinson, Schiavoni, West

ABSENT: Board Members: Dallarda (Ex-Officio), Dockery (Ex-Officio, Miller (Ex-Officio)

ALSO PRESENT: Kimberly J. Becker, President/CEO; Amy Gonzalez, General Counsel; Tony R. Russell, Director, Board Services/Authority Clerk; Linda Gehlken, Assistant Authority Clerk I

CLOSED SESSION: The Board recessed into Closed Session at 9:05 a.m. to discuss Item 1.

1. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:

Property: Airline Operating and Lease Agreement-San Diego International Airport
Agency Negotiators: Kim Becker, Scott Brickner, John Dillon, Kathy Kiefer, Amy Gonzalez

Negotiating Parties: Air Canada, Alaska Airlines, Allegiant Airlines, American Airlines, AmeriFlight, Atlas Air, British Airways, Delta Airlines, Edelweiss, FedEx, Frontier Airlines, JetBlue Airlines, Lufthansa, Southwest Airlines, Spirit, Sun Country, Japan Airlines, United Airlines, UPS, West Air, West Jet Hawaiian Airlines

Under Negotiation: Price and Terms of Payment

REPORT ON CLOSED SESSION: The Board adjourned out of Closed Session at 10:14 a.m. Amy Gonzalez, General Counsel reported that the Board provided direction to staff.

ADJOURNMENT: The meeting adjourned at 10:14 a.m.

APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT
AUTHORITY BOARD THIS 9TH DAY OF JULY, 2020.

ATTEST:

TONY R. RUSSELL
DIRECTOR, BOARD SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:

AMY GONZALEZ
GENERAL COUNSEL

DRAFT
SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY
SPECIAL BOARD
AND
EXECUTIVE-FINANCE COMMITTEE MEETING MINUTES
THURSDAY, MAY 21, 2020
BOARD ROOM

CALL TO ORDER: Chairman Boling called the Special Board and Executive-Finance Committee meeting to order at 10:14 a.m., on Thursday, May 21, 2020, electronically and via teleconference, pursuant to Executive Order N-29-20, at the San Diego International Airport, Administration Building, 3225 N. Harbor Drive, San Diego, CA 92101.

ROLL CALL:

Board

Present: Blakespear, Boling (Chairman), Cox, Kersey, Lloyd, McNamara, Robinson, Schiavoni, West

Absent: Dallarda (Ex-Officio), Dockery (Ex-Officio), Miller (Ex-Officio)

Executive Committee

Present: Committee Members: Boling (Chairman), Lloyd, Robinson

Absent: Committee Members: None

Finance Committee

Present: Committee Members: Blakespear, Kersey (Chairman), McNamara, Schiavoni

Absent: Committee Members: None

Also Present: Kim Becker, President/CEO; Amy Gonzalez, General Counsel; Tony R. Russell, Director, Board Services/Authority Clerk; Linda Gehlken, Assistant Authority Clerk I

NON-AGENDA PUBLIC COMMENT: Tony R. Russell, Authority Clerk, reported that all non-agenda public comments received by the Authority Clerk via e-mail were sent to the Board. He stated that per the instructions on the agenda, those received before 4:00 p.m. the day prior to the meeting would be read for the record.

RAY SEYED SALEHI, requested that the Board add an item to the agenda to postpone opening airport permits to all taxi cabs.

EDRIS WAHAB, requested that the Board allow airport taxis two to three years to recover from the impacts of Covid-19.

NASSER TEHRANI, requested that the Board postpone opening the airport to all taxis for a couple of years.

ABEL SEIFU, requested that the Board provide direction regarding the numerous requests made about postponing opening the airport to all taxis in December 2020.

HARESS EBRAHIM, requested that the Board postpone the opening of all taxis at the San Diego Airport until things are back to normal.

ZABIULLAH QARGHA, requested that the Board extend the time for opening the airport to all taxis for three years; until 2023.

GEORGE SADAT, requested that the Board direct staff to bring the December 2020 deadline up for discussion.

AKLILU FRAY, requested that the Board direct staff to bring the issue of the December 2020 taxi deadline up for discussion.

FARAIDON BUSTANI, requested that the Board place the postponing of opening the airport to all taxis on the next Board agenda.

ALFRED BANKS, requested that the Board place a hold on entry of new taxis into the airport, suspend transfer fees, due to COVID-19, for all modes, suspend non-transferability policy, and allow current permit sticker to be extended for another year.

BELAL QARGHA, requested that the Board postpone opening the airport, as well as taxi permits, for at least three years, December 2023.

ZABULLAH QARGHA, requested that the matter to postpone the 2021 opening permit for two more years, until 2023, be placed on the next Board agenda for discussion.

ALAN BEKER, requested that the Board place on the next agenda a discussion regarding the postponement of opening airport permits to City taxis for three years.

AMJAD ALASADY, requested that the Board place on the next agenda an item in order to discuss the postponement of the opening of airport permits to City cabs for a minimum of three years.

EXECUTIVE COMMITTEE NEW BUSINESS:

1. APPROVAL OF MINUTES:

RECOMMENDATION: Approve the minutes of the April 16, 2020 special meeting.

ACTION: Moved by Board Member Robinson and seconded by Board Member Lloyd to approve staff's recommendation. Motion carried unanimously.

2. PRE-APPROVAL OF TRAVEL REQUESTS AND APPROVAL OF BUSINESS AND TRAVEL EXPENSE REIMBURSEMENT REQUESTS FOR BOARD MEMBERS, THE PRESIDENT/CEO, THE CHIEF AUDITOR AND GENERAL COUNSEL:

Tony R. Russell, Authority Clerk, reported that there were no requests submitted for approval.

RECOMMENDATION: Pre-approve travel requests, and approve business and travel expense reimbursement requests.

ACTION: No action taken.

FINANCE COMMITTEE NEW BUSINESS:

3. REVIEW OF THE UNAUDITED FINANCIAL STATEMENTS FOR THE TEN MONTHS ENDED APRIL 30, 2020:

Kathy Kiefer, Senior Director, Finance and Asset Management, provided a presentation on the Review of the Unaudited Financial Statements for the Ten Months Ended April 30, 2020, that included Enplanements, Gross Landing Weight Units, Operating Revenue, Operating Expenses, Net Operating Income, Nonoperating Revenue & Expenses, and Statements of Net Position.

4. REVIEW OF THE AUTHORITY'S INVESTMENT REPORT AS OF APRIL 30, 2020:

John Dillon, Director, Financial Management, provided a presentation on the Authority's Investment Report as of April 30, 2020, that included Portfolio Characteristics, Sector Distribution, Quality & Maturity Distribution, Investment Performance, and Bond Proceeds.

5. ANNUAL REVIEW OF AUTHORITY POLICY 4.40 – DEBT ISSUANCE AND MANAGEMENT:

John Dillon, Director, Financial Management, provided a presentation on the annual review of Authority Policy 4.40 – Debt Issuance and Management that included Debt Policy Overview, Debt Policy Objectives, and Debt Policy Amendments.

RECOMMENDATION: Forward this item to the Board with a recommendation to approve amendments to Authority Policy 4.40 - Guidelines for Debt Issuance and Management.

ACTION: Moved by Board Member Schiavoni and seconded by Chair Kersey to approve staff's recommendation. Motion carried unanimously.

6. ANNUAL REVIEW OF AUTHORITY POLICY 4.20 – GUIDELINES FOR PRUDENT INVESTMENTS, AND DELEGATION OF AUTHORITY TO INVEST AND MANAGE AUTHORITY FUNDS TO THE VICE PRESIDENT, CHIEF FINANCIAL OFFICER:

John Dillon, Director, Financial Management provided a presentation on the annual review of Authority Policy 4.20 – Guidelines for prudent investments, and delegation of authority to invest and manage Authority funds to the Vice President/Chief Financial Officer that included Investment Policy Overview, Investment Policy 2020 Updates, and Delegation of Investment Authority.

RECOMMENDATION: Forward this item to the Board with a recommendation to accept the review of Authority Policy 4.20 - Guidelines for Prudent Investments, and delegating authority to invest and manage Authority funds to the Vice President, Chief Financial Officer.

ACTION: Moved by Board Member Schiavoni and seconded by Board Member McNamara to approve staff’s recommendation. Motion carried unanimously.

REVIEW OF FUTURE AGENDAS:

7. REVIEW OF THE DRAFT AGENDA FOR THE JUNE 4, 2020 BOARD MEETING:

Kimberly J. Becker, President/CEO, provided an overview of the June 4, 2020 Draft Board Agenda.

Chairman Boling requested that Committee and Liaison reports be added back to the Board agendas.

Chairman Boling noted that the Board had received comments from some members of the taxi cab industry requesting the Board to reconsider its decision to allow all taxicabs to serve the airport starting January, 2021. She stated that one of the responsibilities of the Executive Committee is to set and approve agendas for Board meetings and that there is a process for adding items. She stated that this is the appropriate time to acknowledge the requests. She stated that the decision of this Board to allow any and all cabs wishing to serve the Airport was a decision that was made after a long period of study, deliberation and input from the taxicab industry and the public. She stated that the Board convened an Ad Hoc committee, comprised of Board Members, and representatives from the taxi industry and other ground transportation modes, who worked tirelessly to examine this issue. She also stated that many public meetings were held and that after months of consideration and study, the Board held additional public meetings and made a decision to open up the airport to all taxis that wish to operate at San Diego International Airport. She stated that although she did not believe that the recent issues related to the COVID-19 pandemic should affect the Board’s decision and did not believe that the Board should reconsider that decision, she wanted to bring this up to allow any Board member to provide comments as to whether or not this item should be added to a future agenda.

Chairman Boling reported that the June 4, 2020 Board agenda was accepted as amended.

8. REVIEW OF THE DRAFT AGENDA FOR THE JUNE 4, 2020 AIRPORT LAND USE COMMISSION MEETING:

Kimberly J. Becker, President/CEO, provided an overview of the June 4, 2020 Draft Airport Land Use Commission meeting agenda.

BOARD BUDGET WORKSHOP:

9. DISCUSSION REGARDING THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY FISCAL YEAR 2021 PROPOSED BUDGET AND FISCAL YEAR 2022 PROPOSED CONCEPTUAL BUDGET:

John Dillon, Director, Financial Planning & Budget; and Maya Dayan, Manager, Airport Finance, provided a presentation on the Authority Fiscal Year 2021 Proposed Budget and Fiscal Year 2022 Proposed Conceptual Budget that included Covid -19 Fiscal Impact, Economic, Industry and Credit Overview, Budget Process, Revenue Budget Overview, Expense Budget Overview, Capital Program Budget Fiscal Years 2021-2025, and Plan of Finance Fiscal Years 2021-2025.

In regards to the decrease in expenses identified under the major drivers, Board Member Schiavoni questioned the difference between deferred vs. reduction. She also questioned what would be permanent savings.

Board Members Robinson and Schiavoni left the meeting at 11:58 a.m.

Board Member West left the meeting at 12:00 p.m.

Tony R. Russell, Authority Clerk, read into the record public comment received for this item.

ADRIAN KWIATKOWSKI, TRANSPORTATION ALLIANCE GROUP, SAN DIEGO, requested that the Board make a budget modification to reduce ground transportation trip fees by 50% for the next fiscal year and eliminate the taxi permit transfer fee given the eventual transition to an open airport system.

RECOMMENDATION: Discuss the Fiscal Year 2021 Proposed Budget and Fiscal Year 2022 Proposed Conceptual Budget.

ACTION: No Action Taken.

COMMITTEE MEMBER COMMENTS: None.

ADJOURNMENT: The meeting adjourned at 12:11 p.m.

APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT
AUTHORITY BOARD THIS 9TH DAY OF JULY, 2020.

ATTEST:

TONY R. RUSSELL
DIRECTOR, BOARD SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:

AMY GONZALEZ
GENERAL COUNSEL

DRAFT
SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD
MINUTES
THURSDAY, JUNE 4, 2020
SAN DIEGO INTERNATIONAL AIRPORT
BOARD ROOM

CALL TO ORDER: Chairman Boling called the meeting of the San Diego County Regional Airport Authority Board to order at 9:02 a.m. on Thursday, June 4, 2020, electronically and via teleconference pursuant to Executive Order N-29-20 at the San Diego International Airport, Administration Building, 3225 North Harbor Drive, San Diego, CA 92101.

ROLL CALL:

PRESENT: Board Members: Blakespear, Boling, Cox, Kersey, Lloyd, McNamara, Robinson, Schiavoni, West

ABSENT: Board Members: Dallarda (Ex-Officio), Dockery (Ex-Officio), Miller (Ex-Officio)

ALSO PRESENT: Kimberly J. Becker, President/CEO; Amy Gonzalez, General Counsel; Tony R. Russell, Director, Board Services/Authority Clerk; Dustin Heick, Assistant Authority Clerk I

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

- **AUDIT COMMITTEE:** Board Member Kersey reported that the Audit Committee met on May 14, 2020 and received an update from the Authority's external auditors from BKD who provided an overview of their work and timeline for the Fiscal Year-End financial audit. He also reported that the Chief Auditor reported on the Fiscal Year 2020 Third Quarter, Fiscal Year Audit Plan revisions and Fiscal Year 2021 Audit Plan revisions. He also reported that the committee said farewell to public Audit Committee member Don Tartre.
- **CAPITAL IMPROVEMENT PROGRAM OVERSIGHT COMMITTEE:** Board Member West reported that the meeting date was moved from June 18, 2020 to July 16, 2020 to allow for a more complete update on the Airport Development Program.
- **EXECUTIVE PERSONNEL AND COMPENSATION COMMITTEE:** Board Member Schiavoni reported that the next committee meeting is on June 25, 2020 and that the committee will be performing the year-end annual reviews for the three direct reports.
- **FINANCE COMMITTEE:** Board Member Kersey reported that the Committee met on May 21, 2020 and that they reviewed the unaudited financial statements for the ten months ended April 30, 2020 as well as the Authority's investment report as of April 30, 2020. He also reported that the Committee conducted its'

annual review of Authority Policy 4.40 – Debt Issuance and Management and 4.20 – Guidelines for Prudent Investments, and Delegation of Authority to Invest and Manage Authority Funds to the Vice President, Chief Financial Officer. He also reported that the Committee forwarded these two items to the Board for approval.

ADVISORY COMMITTEES

- **AUTHORITY ADVISORY COMMITTEE:** Board Member Robinson reported that the June 24, 2020 meeting was rescheduled for July 22, 2020.
- **ART ADVISORY COMMITTEE:** Chris Chalupsky, Senior Manager, Art & Community Partnership, reported that an artist selection panel for the Airport Development Program (ADP) lead artist opportunity was held on March 30, 2020 and identified four final artists. He reported that the four finalists were approved by the Arts Advisory Committee at the April 29, 2020 meeting and that one of those finalists will contract with the selected design builder firm for the ADP after the contract has been awarded by the Board. He reported that on May 6, 2020 the arts program participated in a live virtual music festival called “Jetstream” which was a partnership with over 20 other domestic airports. He reported that the airport's performing arts residency group Beck+Col has transitioned their residency to be completely digital and that any of our travelers or the public can enjoy these performances by going to san.art.org. He reported that the Arts Program has piloted a successful film partnership with the San Diego Home Consortium by selecting and highlighting short films from their Quarantine Film Challenge and that the airport ambassadors have been engaged by leading virtual interviews with artists who have contributed to the airport's collection.

LIAISONS

- **CALTRANS:** None.
- **INTER-GOVERNMENTAL AFFAIRS:** Matt Harris, Director, Government Relations reported that the US House of Representatives and Senate continue to grapple with the impact of COVID-19 on communities and economy and that the House passed the Heroes Act, a \$3 trillion relief package that included an extension of existing Cares Act programs. He also reported that while the United States Senate supports the need for additional COVID-19 relief legislation they are not expected to consider the Hero's Act and will instead write its own proposal, which is expected to be presented in July 2020. He also reported that Authority staff and consultants are working with industry associations to monitor development and seek additional airport grants including potential infrastructure funding that could be used for capital projects such as the Airport Development Plan. He reported that Congress continues to work through the Fiscal Year 2021 appropriations process, including funding for the Federal Aviation Administration and Departments of Homeland Security. He also reported that state legislature negotiations are ongoing between the Governor and legislators on how to close a

projected \$54 billion dollar gap in the Fiscal Year 2021 California budget. He reported that the Authority's Government Relations team continues to work with legislative consultants and industry partners to monitor the budget and policy initiatives that are being discussed in the State Capital and has conducted a series of airport update briefings for State and Federal delegation and is now scheduling briefings for local elected officials and their staff members which will begin next week.

- **MILITARY AFFAIRS:** None.
- **PORT:** None.
- **WORLD TRADE CENTER:** Hampton Brown, Interim Director, Marketing and Air Service Development reported that the last World Trade Center (WTC) meeting occurred on Wednesday May 13th, 2020 where they heard the status of the 2020 Work Plan as well as an update on the 2025 Go Global Regional Strategic Plan. He also reported that due to the COVID-19 pandemic WTC's focus has been responding to dire business needs, an assessment of economic impact and ensuring continuity of WTC programs. He also reported that WTC has been active in assisting small businesses in conjunction with the Small Business Development Center with over one hundred active client projects as of early May. He reported that WTC has made progress on the 2020 Work Plan within the Export Pipeline and Foreign Investment tracks and that in the Global Identity track the Trade Mission Plans for 2020 has been canceled and the 2025 Go Global strategy launch has been delayed to 2021 to ensure proper development and feedback from all stakeholders during the crisis. He also reported that the airport Work Plan has been modified to assist with a business travel survey and air service development efforts aimed at retention of flights with high economic impact. He reported that more frequent meetings of the WTC Board have been scheduled to review progress on the 2020 Work Plan and 2025 Go Global strategy tentatively targeted for July and September 2020.

BOARD REPRESENTATIVES (EXTERNAL)

- **SANDAG BOARD OF DIRECTORS:** Chairman Boling reported there have been several meetings since the last report and that there have been many good updates regarding COVID-19 efforts on the region's economy. She also reported that at the last few meetings, the draft 2021 budget was presented and approved for distribution to the member jurisdictions and that the final budget will be considered during the next meeting. She reported that work has continued the major capital projects including the Mid-Coast Trolley project and that planning efforts have continued for the Naval Information Warfare System Command (NAVWAR) project and airport connectivity.

Board member Blakespear reported that work on shoring up the Del Mar bluffs has continued in support of maintaining rail connectivity. She also reported that

planning for moving the railroad tracks to the east as it goes through Del Mar are also moving ahead.

- **SANDAG TRANSPORTATION COMMITTEE:** Board Member Schiavoni reported that the Committee met on April 17, 2020 where they heard a report from the Independent Taxpayer Oversight Committee on its initial findings and recommendations regarding the FY 2019 TransNet Fiscal and Compliance Audit. She also reported that they also approved several San Diego Association of Governments (SANDAG) projects for submittal to the U.S. Department of Transportation for the FY 2020 BUILD Grant Program, and to the State of California for the SB 1 Trade Corridor Enhancement, Solutions for Congested Corridors, and Local Partnership Programs and that the next meeting will be on June 5, 2020.

CHAIR'S REPORT: Chairman Boling acknowledged the efforts of staff to stabilize the airport's operations and finances during the COVID-19 crisis. She also reported that every department of the Authority has contributed towards keeping San Diego International Airport open and operational.

PRESIDENT/CEO'S REPORT: Kim Becker, President/CEO, reported that the Business Continuity team continues to incorporate new public health guidance from the county as the Authority works to reduce the impact of COVID-19 on employees and tenants. She also acknowledged Board Member Cox on his efforts with state and local official to reopen San Diego. She reported that the Authority has completed the first draft of the Safe Reopening Plan which has been distributed to all employees. She reported that the Safe Reopening Plan discusses required mandates and actions that are being taken by the Authority in relation to COVID-19. She also reported that the Authority continues to prepare for the next phase which will bring more employees physically back to work but a date has yet to be set. She reported that at the beginning of May the Terminal Operations team successfully closed Terminal 1 East and Terminal 2 East to optimize ongoing business and to save on costs. She also reported that as of June 1st the Terminal Operations team reopened Terminal 1 East, Gates 3 through 10, for Southwest Airlines to ensure appropriate social distancing measures were being taken as more passengers move through the terminal. She reported that airports across the United States, including San Diego International Airport, are starting to see very slight upticks in passenger volumes as states ease restrictions and that the Authority is implementing procedures that will assist with safe traveling once non-essential travel is able to resume. She reported that 17 tenant employees have tested positive for COVID-19 and the Authority continues to follow Center for Disease Control protocols for informing staff and tenants and protecting other employees who may have been in close proximity and continue to clean and sanitize the work areas of the infected employees. She also reported that on May 11th she and Board member Kersey participated in a press conference hosted by the City of San Diego Mayor Kevin Faulkner that launched a major effort to resurface North Harbor Drive. She introduced Monty Bell, Director, Talent Culture and Capability as of May and acknowledged the retirement of Kathy Kiefer, Director, Finance and Asset Management.

Board Member West stated that he wanted to thank everyone for their comments regarding the steps the Authority should consider in support of the struggling taxicab industry. He also stated that the Board and industry members, deliberated for months over the steps the Authority should take to move this industry forward and that because of this deliberation, many recommendations were made and accepted by this Board unanimously. He stated that in that direction was opening the taxicab system at the airport to all cabs in the city. He also states that this pandemic has certainly changed the world in ways that we do not even fully comprehend but with all the uncertainty, what has not changed, is that the airport has a closed taxicab system that needs to be open for all. He stated that staff is working towards this goal for January 1, 2021 and that in the interim; Authority staff are making changes to permit stickers in alignment with recent San Diego Metropolitan Transit System actions to reduce the insurance requirements, and staff is recognizing temporary permit surrenders and allowing cabs to suspend operations and resume in a few months when the traffic recovers. He also stated that the Authority will be scheduling Ground Transportation Committee meetings in the future.

NON-AGENDA PUBLIC COMMENT: Tony R. Russell, Authority Clerk, reported that all non-agenda public comments received by the Authority Clerk via e-mail were sent to the Board. He stated that per the instructions on the agenda, those received before 4:00 p.m. the day prior to the meeting would be read for the record.

EDRIS WAHAB, requested that the Board postpone opening the airports to all taxis for two to three years to allow airport taxis to recover from the impacts of COVID-19.

HAMID ALHAAM, requested that the Board add an item to the agenda to postpone opening airport permits to all taxi cabs.

ABEL SEIFU, requested that the Board add an item to the agenda to postpone opening airport permits to all taxi cabs.

NAJIBULLAH BARKZAI, requested that the Board postpone opening the airports to all taxis for two to three years to allow airport taxis to recover from the impacts of COVID-19.

RAHIM SEYED-SALEHI, requested that the Board add an item to the agenda to postpone opening airport permits to all taxi cabs.

FARAIDON BUSTANI, requested that the Board place the postponing of opening the airport to all taxis from January 2021 to January 2023 on the Board agenda.

MEHRUDDIN KHAWAJA, requested that the Board postpone opening the airport to all taxis for two to three years to allow airport taxis to recover from the impacts of COVID-19 and place the item on the Board agenda.

CAB #873, requested that the Board postpone opening the airports to all taxis for at least 3 years to allow airport taxis to recover from the impacts of COVID-19.

BELAL QARGHA, TIM SEKANDER, JAMES OARGHA and ZABIULLAH QARGHA submitted public comments on the same topic but after the posted deadline and their comments have been placed in the record.

CONSENT AGENDA (Items 1-16):

ACTION: Moved by Board Member West and seconded by Board Member Robinson to approve the Consent Agenda. Motion carried by the following votes: YES – Blakespear, Boling, Cox, Kersey, Lloyd, McNamara, Robinson, Schiavoni, West; NO – None; ABSENT – None; (Weighted Vote Points: YES – 100; NO – 0; ABSENT – 0)

- 1. APPROVAL OF MINUTES:**
RECOMMENDATION: Approve the minutes of the April 16, 2020 special and May 7, 2020 regular meetings.
- 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 APRIL 8, 2020 THROUGH MAY 10, 2020 AND REAL PROPERTY AGREEMENTS GRANTED AND ACCEPTED FROM APRIL 8, 2020 THROUGH MAY 10, 2020:**
RECOMMENDATION: Receive the report.
- 4. JUNE 2020 LEGISLATIVE REPORT:**
RECOMMENDATION: Adopt Resolution No. 2020-0058, approving the June 2020 Legislative Report.
- 5. GRANT A EASEMENT FOR WATER SERVICE TO THE CITY OF SAN DIEGO:**
RECOMMENDATION: Adopt Resolution No. 2020-0059, authorizing the President/CEO to negotiate and execute an easement for water service with the City of San Diego in support of the Airline Support Building.
- 6. APPROVE REAPPOINTMENTS TO THE ARTS ADVISORY COMMITTEE:**
RECOMMENDATION: Adopt Resolution No. 2020-0060, approving the reappointment of Jennifer Easton and Cris Scorza to the Arts Advisory Committee.
- 7. CONTINUE THE DECLARATION OF THE EXISTANCE OF A LOCAL EMERGENCY IN RESPONSE TO THE SERIOUS AND IMMINENT THREAT OF THE NOVEL CORONAVIRUS (COVID-19):**
RECOMMENDATION: Adopt Resolution No. 2020-0061, confirming the need to continue the Declaration of a Local Emergency in response to COVID-19.

CLAIMS

- 8. REJECT THE CLAIM OF SHIRLEY HORTON:**
RECOMMENDATION: Adopt Resolution No. 2020-0062, rejecting the claim of Shirley Horton.
- 9. REJECT THE CLAIM OF PRISCILLA ALLEN:**
RECOMMENDATION: Adopt Resolution No. 2020-0063, rejecting the claim of Priscilla Allen.
- 10. REJECT THE CLAIM OF GIUSEPPE TERRANOVA:**
RECOMMENDATION: Adopt Resolution No. 2020-0064, rejecting the claim of Giuseppe Terranova.

COMMITTEE RECOMMENDATIONS

- 11. FISCAL YEAR 2020 THIRD QUARTER REPORT FROM THE OFFICE OF THE CHIEF AUDITOR:**
RECOMMENDATION: The Audit Committee recommends that the Board accept the report.
- 12. REVISION TO THE FISCAL YEAR 2020 AUDIT PLAN OF THE OFFICE OF THE CHIEF AUDITOR:**
RECOMMENDATION: The Audit Committee recommends that the Board Adopt Resolution No. 2020-0065, approving the revision to the Fiscal Year 2020 Audit Plan of the Office of the Chief Auditor.
- 13. FISCAL YEAR 2021 RISK ASSESSMENT AND PROPOSED AUDIT PLAN OF THE OFFICE OF THE CHIEF AUDITOR:**
RECOMMENDATION: The Audit Committee recommends that the Board Adopt Resolution No. 2020-0066, approving the Fiscal Year 2021 proposed Audit Plan of the Office of the Chief Auditor.
- 14. ANNUAL REVIEW OF AUTHORITY POLICY 4.40 – DEBT ISSUANCE AND MANAGEMENT:**
RECOMMENDATION: The Finance Committee recommends that the Board Adopt Resolution No. 2020-0067, approving amendments to Authority Policy 4.40 - Guidelines for Debt Issuance and Management Policy.
- 15. ANNUAL REVIEW OF AUTHORITY POLICY 4.20 – GUIDELINES FOR PRUDENT INVESTMENTS, AND DELEGATION OF AUTHORITY TO INVEST AND MANAGE AUTHORITY FUNDS TO THE VICE PRESIDENT, CHIEF FINANCIAL OFFICER:**
RECOMMENDATION: The Finance Committee recommends that the Board Adopt Resolution No. 2020-0068, accepting the review of Authority Policy 4.20 - Guidelines for Prudent Investments, and delegating authority to invest and manage Authority funds to the Vice President, Chief Financial Officer.

CONTRACTS AND AGREEMENTS

16. RESCIND RESOLUTION NO. 2020-0056, AND APPROVE AND AUTHORIZE THE PRESIDENT/CEO TO NEGOTIATE AND EXECUTE AN AGREEMENT WITH WORLDPAY, LLC FOR MERCHANT CREDIT CARD SERVICES:

RECOMMENDATION: Rescind Resolution No. 2020-0056, which approved and authorized the President/CEO to negotiate and execute an agreement with MUFG Union Bank National Association ("Union Bank") for merchant credit card services.

Adopt Resolution No. 2020-0069 approving and authorizing the President/CEO to negotiate and execute an agreement with Worldpay, LLC for merchant credit card services for a term of five years with five one-year options and a maximum amount payable not-to-exceed \$16,000,000.

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

PUBLIC HEARINGS:

OLD BUSINESS:

NEW BUSINESS:

17. APPROVAL AND ADOPTION OF THE OPERATING BUDGET FOR FISCAL YEAR 2021, THE CAPITAL PROGRAM FOR FISCAL YEARS 2021-2025, AND CONCEPTUAL APPROVAL OF THE OPERATING BUDGET FOR FISCAL YEAR 2022:

John Dillon, Director, Finance and Risk Management provided a presentation on San Diego County Regional Airport Authority FY 2021 Proposed Budget & FY 2022 Proposed Conceptual Budget, Budget Adoption that included FY 2021-FY 2022 Revenue Budget Summary, FY 2021 Budget Revenue Decrease vs. FY 2020 Budget, FY 2022 Budget Revenue Increase vs. FY 2021 Budget, FY 2021-FY 2022 Revenue Budget Summary, FY 2021 Budget Expense Decrease vs. FY 2020 Budget, FY 2022 Budget Expenses Increase vs. FY 2021 Budget, FY 2021-FY 2022 Expense Budget Summary, Capital Program Budget Summary, Sources of Funds, Coverage Ratio and Debt Per Enplanement.

Kim Becker, President/CEO, stated that the development of a budget during the COVID-19 pandemic has been challenging due to constantly changing passenger numbers and that the conservative nature of the budget is due to the unknown economic environment. She reported that staff is appreciative of the flexibility that the Board has offered in allowing staff to revisit the budget for further discussions and for potential amendments if operations improve.

Tony R. Russell, Authority Clerk read the public comments received into the record:

ADRIAN KWIATKOWSKI, TRANSPORTATION ALLIANCE GROUP, SAN DIEGO, requested that the Board make a budget modification to reduce ground transportation trip fees by 50% for the next fiscal year.

RICHARD ABDALA, SP+, supported the request to reduce ground transportation trip fees by 50% for the next fiscal year.

CARELYN REYNOLDS, TRANSPORTATION ALLIANCE GROUP, SAN DIEGO, supported a 50% reduction in ground transportation trip fees for the next fiscal year.

MIKE SALZMAN, UNIVAIL RODAMCO WESTFIELDS, supported the Authority's plan to redevelop Terminal 1 and provided three key factors that are critical to delivering a successful and cost efficient project and also attached a letter which outlines the approach in more detail.

Chairman Boling stated that the budget was created in the right way and that an annual budget, as opposed to quarterly budget, is a good idea. She also stated that estimating what is going to happen in the future and then creating a budget based on that information, even if the Authority knows this might need to be changed, is a good idea. She also stated that the Authority's estimates, which match projections performed by FitchRatings, is a good indicator of the accuracy of the Authority projections.

RECOMMENDATION: Adopt Resolution No. 2020-0070, approving and adopting the Authority's Annual Operating Budget for Fiscal Year 2021, the Capital Program for Fiscal Years 2021-2025, and conceptually approving the Operating Budget for Fiscal Year 2022.

ACTION: Moved by Board Member West and seconded by Board Member Cox to approve the staff's recommendation. Motion carried by the following votes: YES – Blakespear, Boling, Cox, Kersey, Lloyd, McNamara, Robinson, Schiavoni, West; NO – None; ABSENT – None; (Weighted Vote Points: YES – 100; NO – 0; ABSENT – 0)

The Board recessed at 10:00 a.m. and reconvened at 10:14 a.m.

CLOSED SESSION: The Board recessed into Closed Session at 10:15 a.m. to discuss Item 23, 24 and 33.

- 18. 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

- 19. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**
(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)
Name of Case: Future DB International, Inc. v. San Diego County Regional Airport Authority, et al.
San Diego Superior Court Case No. 37-2018-00001531-CU-CR-CTL
- 20. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**
(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)
Name of Case: Park Assist LLC v. San Diego County Regional Airport Authority, et al.
United States District Court Case No. 18 CV2068 LAB MDD
- 21. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**
(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)
Name of Case: M.W. Vasquez Construction Co. Inc. v. San Diego County Regional Airport Authority, et al.
San Diego Superior Court Case No. 37-2019-000215
- 22. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**
(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)
Name of Case: Quiet Skies San Diego v. San Diego County Regional Airport Authority
San Diego Superior Court Case No. 37-2020-00007998-CU-TT-CTL
- 23. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**
(Paragraph (1) of subdivision (d) of Section 54956.9)
Name of case: In re Hertz Global Holdings, Inc., Case No. 20-11219-MFW
- 24. 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: 2
- 25. 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
- 26. 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

- 27. 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: 1
- 28. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION:**
(Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Cal. Gov. Code §54956.9)
Order No. WQ 2019-0005-DWQ by the State Water Resources Control Board pertaining to PFAS
Number of potential cases: 1
- 29. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:**
Property: Approximately 7.5 acres of land located on the north side of the San Diego International Airport property, north-east of Taxiway C
Agency Negotiators: Scott Brickner, John Dillon, Hampton Brown, Eric Podnieks
Negotiating Parties: AFCO, Chuck Stipancic
Under Negotiation: price and terms of payment
- 30. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:**
Property: Airline Operating and Lease Agreement-San Diego International Airport
Agency Negotiators: Kim Becker, Scott Brickner, John Dillon, Kathy Kiefer, Amy Gonzalez
Negotiating Parties: Air Canada, Alaska Airlines, Allegiant Airlines, American Airlines, AmeriFlight, Atlas Air, British Airways, Delta Airlines, Edelweiss, FedEx, Frontier Airlines, JetBlue Airlines, Lufthansa, Southwest Airlines, Spirit, Sun Country, Japan Airlines, United Airlines, UPS, West Air, West Jet
Hawaiian Airlines
Under Negotiation: Price and Terms of Payment
- 31. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:**
Property: Food & Beverage and Retail Concession Leases - San Diego International Airport
Agency Negotiators: Kim Becker, Scott Brickner, Hampton Brown, Jim DeCock
Negotiating Parties: SSP American Inc., HG-CV Epicure Martinez San Diego, Mission Yogurt Inc., Host International, Inc., PGC-PCI San Diego, Paradies-San Diego LLC, ZoomSystems Inc., InMotion Entertainment Group, LLC, SFS Beauty CA, LLC, SFS Investors JV, Spa Didicus, Inc., Stellar Partners, Inc,
Under Negotiation: Price and Terms of Payment
- 32. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:**
Property: 3355 ADMIRAL BOLAND WAY, SAN DIEGO CA 92101
Agency Negotiators: Kim Becker, Scott Brickner, Hampton Brown, Lisa Poitras
Negotiating Parties: Avis Budget Rental Car LLC; Enterprise Rent-A-Car Company of Los Angeles, LLC; The Hertz Corporation, Fox Rent-A-Car, Inc.; Nevada Lease and Rentals, Inc. dba Payless Car Rental System; Sixt Rent A Car LLC; Advantage Opco, LLC dba Advantage Rent A Car
Under Negotiation: Price and Terms of Payment

33. CONFERENCE WITH LABOR NEGOTIATORS:

(Cal. Gov. Code section 54957.6)

Agency designated representatives: Angela Shafer-Payne, Lola Barnes, Greg Halsey, Rod Betts

Employee organization: California Teamsters Local 911

34. THREAT TO PUBLIC SERVICES OR FACILITIES:

Consultation with: General Counsel and President/CEO

REPORT ON CLOSED SESSION: The Board adjourned out of Closed Session at 12:02 p.m. Amy Gonzalez, General Counsel, reported that the Board met in Closed Session on May 21 to discuss the price and terms of payment for the Airline Operating and Lease Agreement and that the Board voted to amend the Airline Operating and Lease Agreement to allow \$10 million of the major maintenance funds for the FY 2020 and \$30 million for FY 2021 to be deferred. She reported that the vote was unanimous, with all Board Members present.

GENERAL COUNSEL REPORT: None.

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: None.

ADJOURNMENT: The meeting adjourned at 12:02 a.m.

APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD THIS 9TH DAY OF JULY, 2020.

ATTEST:

TONY R. RUSSELL
DIRECTOR, BOARD SERVICES /
AUTHORITY CLERK

APPROVED AS TO FORM:

AMY GONZALEZ
GENERAL COUNSEL

STAFF REPORT

Meeting Date: **JULY 9, 2020**

Subject:

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.

Background/Justification:

Authority Policy 1.10 defines a “day of service” for Board Member compensation and outlines the requirements for Board Member attendance at meetings.

Pursuant to Authority Policy 1.10, Board Members are required to deliver to the Board a written report regarding their participation in meetings for which they are compensated. Their report is to be delivered at the next Board meeting following the specific meeting and/or training attended. The reports (Attachment A) were reviewed pursuant to Authority Policy 1.10 Section 5 (g), which defines a “day of service”. The reports were also reviewed pursuant to Board Resolution No. 2019-0074, which granted approval of Board Member representation for attending events and meetings.

The attached reports are being presented to comply with the requirements of Policy 1.10 and the Authority Act.

Fiscal Impact:

Board and Committee Member Compensation is included in the FY 2020 Budget

Authority Strategies/Focus Areas:

This item supports one or more of the following (*select at least one under each area*):

Strategies

- Community Strategy Customer Strategy Employee Strategy Financial Strategy Operations Strategy

Focus Areas

- Advance the Airport Development Plan Transform the Customer Journey Optimize Ongoing Business

Environmental Review:

- A. This Board action is not a project that would have a significant effect on the environment as defined by the California Environmental Quality Act (CEQA), as amended. 14 Cal. Code Regs. Section 15378. This Board action is not a "project" subject to CEQA. Pub. Res. Code Section 21065.
- B. California Coastal Act Review: This Board action is not a "development" as defined by the California Coastal Act, Pub. Res. Code Section 30106.
- C. NEPA: This Board action is not a project that involves additional approvals or actions by the Federal Aviation Administration ("FAA") and, therefore, no formal review under the National Environmental Policy Act ("NEPA") is required.

Application of Inclusionary Policies:

Not applicable.

Prepared by:

TONY R. RUSSELL
DIRECTOR, BOARD SERVICES/AUTHORITY CLERK

BOARD MEMBER EVENT/MEETING/TRAINING REPORT SUMMARY

Directions: This Form permits Board Members to report their attendance at meetings, events, and training that qualifies for “day of service” compensation pursuant to Cal. Pub. Util. Code §170017, Board Policy 1.10 and Board Resolution 2019-0074. Unless attending a meeting held pursuant to the Brown Act, attendance must be pre-approved by the Board prior to attendance and a written report delivered at the next Board meeting. After completing this Form, please forward it to Board Services, Authority Clerk Staff.

Period Covered:	June 1-22, 2020	
Board Member Name:	Catherine Blakespear	
Date:	6/22/20	
Type of Meeting	Date/Time/Location of Event/Meeting/Training	Summary and Description of the Event/Meeting/Training
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	June 4, 2020 9:00 a.m.-1:00 p.m. Teleconference	Board ALUC Meeting
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input checked="" type="checkbox"/> Res. 2019-0074	June 19, 2020 9:00-10:00 a.m. Teleconference	Briefing on Airport Land Use Commission and Naval Air Station North Island Land Use Compatibility Plan
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	June 22, 2020 9:00-11:00 a.m. Teleconference	Executive-Finance Committee Meeting
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		

I certify that I was present for at least half of the time set for each meeting, event, and training listed herein.

Signature: Catherine Blakespear Digitally signed by Catherine Blakespear
Date: 2020.06.22 11:55:16 -07'00'

June 23, 2020

Board Services



BOARD MEMBER EVENT/MEETING/TRAINING REPORT SUMMARY

Directions: This Form permits Board Members to report their attendance at meetings, events, and training that qualifies for "day of service" compensation pursuant to Cal. Pub. Util. Code §170017, Board Policy 1.10 and Board Resolution 2019-0074. Unless attending a meeting held pursuant to the Brown Act, attendance must be pre-approved by the Board prior to attendance and a written report delivered at the next Board meeting. After completing this Form, please forward it to Board Services, Authority Clerk Staff.

Period Covered: JUNE, 2020		
Board Member Name: C. APRIL BOLING		
Date: 6/23/2020		
Type of Meeting	Date/Time/Location of Event/Meeting/Training	Summary and Description of the Event/Meeting/Training
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/04/20 9:00 VIA TELEPHONE	Board/ALUC Meeting
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/22/20 9:00 VIA TELEPHONE	Exec./Finance Comm. Meeting
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/25/20 10:00 VIA TELEPHONE	Special Exec. Personnel & Comp. Meeting
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		

I certify that I was present for at least half of the time set for each meeting, event, and training listed herein.

Signature: 

SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY
Board Member Event/Meeting/Training Report Summary

June 22, 2020

Period Covered: JUNE 1-30, 2020

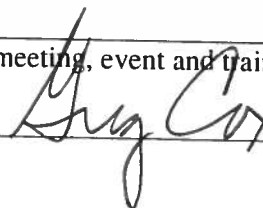
Board Services

Directions: This Form permits Board Members to report their attendance at meetings, events, and training that qualify for "day of service" compensation pursuant to Cal. Pub. Util. Code §170017, Board Policy 1.10 and Board Resolution 2009-0149R. Unless attending a Board or Board Committee meeting held pursuant to the Brown Act, attendance must be pre-approved prior to attendance and a written report delivered at the next Board meeting. After completing this Form, please forward it to Tony Russell, Authority Chief Clerk.

BOARD MEMBER NAME: (Please print)		DATE OF THIS REPORT:
GREG COX		JUNE 22, 2020
TYPE OF MEETING	DATE/TIME/LOCATION OF EVENT/MEETING/TRAINING	SUMMARY AND DESCRIPTION OF THE EVENT/MEETING/TRAINING
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2009-0149R	Date: JUNE 4, 2020 Time: 9:00am Location: ZOOM MEETING	SDCRAA BOARD MEETING AIRPORT LAND USE COMMISSION MEETING
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2009-0149R	Date: JUNE 22, 2020 Time: 9:00am Location: ZOOM MEETING	SDCRAA EXECUTIVE/FINANCE COMMITTEE SPECIAL BOARD MEETING
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2009-0149R	Date: Time: Location:	
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2009-0149R	Date: Time: Location:	
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2009-0149R	Date: Time: Location:	
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2009-0149R	Date: Time: Location:	
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2009-0149R	Date: Time: Location:	
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2009-0149R	Date: Time: Location:	
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2009-0149R	Date: Time: Location:	

I certify that I was present for at least half of the time set for each meeting, event and training listed herein.

Signature: _____




SAN DIEGO
INTERNATIONAL
AIRPORT

June 23, 2020

SAN DIEGO
COUNTY
REGIONAL
AIRPORT
AUTHORITY

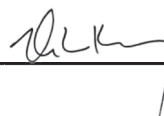
BOARD MEMBER EVENT/MEETING/TRAINING REPORT SUMMARY

Board Services

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Period Covered:	June 2020	
Board Member Name:	Mark Kersey	
Date:	6/22/20	
Type of Meeting	Date/Time/Location of Event/Meeting/Training	Summary and Description of the Event/Meeting/Training
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/4/2020 9:00am Via Teleconference	Board /ALUC
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/22/2020 9:00am Via Teleconference	Executive and Finance Committee
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/25/2020 10:00am Via Teleconference	Special Executive Personnel and Compensation Committee
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		

I certify that I was present for at least half of the time set for each meeting, event, and training listed herein.

Signature:  _____

June 22, 2020

Board Services

SAN DIEGO
COUNTY
REGIONAL
AIRPORT
AUTHORITY

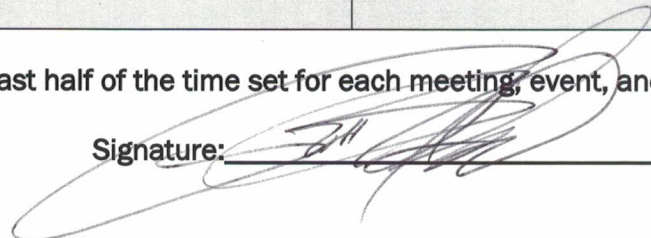
BOARD MEMBER EVENT/MEETING/TRAINING REPORT SUMMARY

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Period Covered:		June 2020
Board Member Name:		Robert T Lloyd
Date:		6/22/20
Type of Meeting	Date/Time/Location of Event/Meeting/Training	Summary and Description of the Event/Meeting/Training
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	June 4th 2020 / 9:00AM / Virtual	Monthly Board Meeting
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	June 22nd 2020 / 9:00 AM / Virtual	Executive Finance Committee
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
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<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		

I certify that I was present for at least half of the time set for each meeting, event, and training listed herein.

Signature: _____



BOARD MEMBER EVENT/MEETING/TRAINING REPORT SUMMARY

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Period Covered:	June, 2020	
Board Member Name:	Paul McNamara	
Date:	6/22/20	
Type of Meeting	Date/Time/Location of Event/Meeting/Training	Summary and Description of the Event/Meeting/Training
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/4/2020/0900/Virtual/BOARD-ALUC	Board Meeting
<input type="checkbox"/> Brown Act <input checked="" type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/19/2020/0900/Virtual/ALUC 101	ALUC Training
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		

I certify that I was present for at least half of the time set for each meeting, event, and training listed herein.

Signature: Paul McNamara

Digitally signed by Paul McNamara
 DN: cn=us, dc=ca, dc=condido, dc=ri, dc=city,
 ou=COE, ou=City-Hall, cn=Paul McNamara,
 email=p.mcnamara@condido.org
 Date: 2020.06.22 12:48:14 -07'00'



BOARD MEMBER EVENT/MEETING/TRAINING REPORT SUMMARY

Directions: This Form permits Board Members to report their attendance at meetings, events, and training that qualifies for "day of service" compensation pursuant to Cal. Pub. Util. Code §170017, Board Policy 1.10 and Board Resolution 2019-0074 Unless attending a meeting held pursuant to the Brown Act, attendance must be pre-approved by the Board prior to attendance and a written report delivered at the next Board meeting. After completing this Form, please forward it to Board Services, Authority Clerk Staff.

Period Covered:		6/1/20 - 6/30/20
Board Member Name:		Robinsons
Date:		6/1/20
Type of Meeting	Date/Time/Location of Event/Meeting/Training	Summary and Description of the Event/Meeting/Training
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/4/20 Skype 9:00a.m	SDCRAA Bd ALUC mtgs.
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/22/20 Skype 9:00a.m	Exec. Finance Comm. mtg
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/25/20 Skype 10:00a.m	Exec. Personnel and Comp. Bmm. Mtg.
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		

I certify that I was present for at least half of the time set for each meeting, event, and training listed herein.

Signature: BERobinson

June 26, 2020

BOARD MEMBER EVENT/MEETING/TRAINING REPORT SUMMARY

Board Services

Directions: This Form permits Board Members to report their attendance at meetings, events, and training that qualifies for "day of service" compensation pursuant to Cal. Pub. Util. Code §170017, Board Policy 1.10 and Board Resolution 2019-0074 Unless attending a meeting held pursuant to the Brown Act, attendance must be pre-approved by the Board prior to attendance and a written report delivered at the next Board meeting. After completing this Form, please forward it to Board Services, Authority Clerk Staff.

Period Covered:	5/23/2020-6/25/2020	
Board Member Name:	Johanna S. Schiavoni	
Date:	6/26/20	
Type of Meeting	Date/Time/Location of Event/Meeting/Training	Summary and Description of the Event/Meeting/Training
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input checked="" type="checkbox"/> Res. 2019-0074	5/23/2020, online webinar	AB 1661 Sexual Harassment Training for Supervisors
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/4/2020, 9:00am, virtual meeting	SDCRAA Board Meeting
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/5/2020, 9:00am, virtual meeting	SANDAG Transportation Committee
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/22/2020, 9:00am, virtual meeting	SDCRAA Finance Committee meeting
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input checked="" type="checkbox"/> Res. 2019-0074	6/24/2020, 9:00am, teleconference	Teleconference meeting with CEO Kim Becker and Monty Bell
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/25/2020, 10:00am, virtual meeting	SDCRAA Executive Personnel and Compensation Committee
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	6/19/2020, 9:00am, virtual meeting	SANDAG Transportation Committee
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		


SAN DIEGO
INTERNATIONAL AIRPORT

I certify that I was present for at least half of the time set for each meeting, event, and training listed herein.

Signature: 

June 23, 2020

Board Services

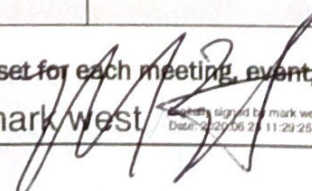


BOARD MEMBER EVENT/MEETING/TRAINING REPORT SUMMARY

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Period Covered:	June	
Board Member Name:	Mark West	
Date:	6/23/20	
Type of Meeting	Date/Time/Location of Event/Meeting/Training	Summary and Description of the Event/Meeting/Training
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	Date: June 4, 2020 Time: 9-11 am Location: Skype	Board/ALUC
<input checked="" type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074	Date: June 25, 2020 Time: 9-11 am Location: Skype	San Diego Airport Industry Update Meeting (GTAC)
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
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<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		
<input type="checkbox"/> Brown Act <input type="checkbox"/> Pre-approved <input type="checkbox"/> Res. 2019-0074		

I certify that I was present for at least half of the time set for each meeting, event, and training listed herein.

Signature: mark west  Digitally signed by mark west
Date: 2020.06.23 11:29:25 -0700

STAFF REPORT

Meeting Date: **JULY 9, 2020**

Subject:

Awarded Contracts, Approved Change Orders from May 11, 2020 through June 14, 2020 and Real Property Agreements Granted and Accepted from May 11, 2020 through June 14, 2020

Recommendation:

Receive the Report.

Background/Justification:

Policy Section Nos. 5.01, Procurement of Services, Consulting, Materials, and Equipment, 5.02, Procurement of Contracts for Public Works, and 6.01, Leasing Policy, require staff to provide a list of contracts, change orders, and real property agreements that were awarded and approved by the President/CEO or her designee. Staff has compiled a list of all contracts, change orders (Attachment A) and real property agreements (Attachment B) that were awarded, granted, accepted, or approved by the President/CEO or her designee since the previous Board meeting.

Fiscal Impact:

The fiscal impact of these contracts and change orders are reflected in the individual program budget for the execution year and on the next fiscal year budget submission. Amount to vary depending upon the following factors:

1. Contracts issued on a multi-year basis; and
2. Contracts issued on a Not-to-Exceed basis.
3. General fiscal impact of lease agreements reflects market conditions.

The fiscal impact of each reported real property agreement is identified for consideration on Attachment B.

Authority Strategies/Focus Areas:

This item supports one or more of the following:

Strategies

- Community Strategy Customer Strategy Employee Strategy Financial Strategy Operations Strategy

Focus Areas

- Advance the Airport Development Plan Transform the Customer Journey Optimize Ongoing Business

Environmental Review:

- A. CEQA: This Board action is not a project that would have a significant effect on the environment as defined by the California Environmental Quality Act ("CEQA"), as amended. 14 Cal. Code Regs. §15378. This Board action is not a "project" subject to CEQA. Cal. Pub. Res. Code §21065.
- B. California Coastal Act Review: This Board action is not a "development" as defined by the California Coastal Act. Cal. Pub. Res. Code §30106.
- C. NEPA: This Board action is not a project that involves additional approvals or actions by the Federal Aviation Administration ("FAA") and, therefore, no formal review under the National Environmental Policy Act ("NEPA") is required.

Application of Inclusionary Policies:

Inclusionary Policy requirements were included during the solicitation process prior to the contract award.

Prepared by:

JANA VARGAS
DIRECTOR, PROCUREMENT

Attachment "A"

AWARDED CONTRACTS AND CHANGE ORDERS SIGNED BETWEEN May 11, 2020 to June 14, 2020

New Contracts

Date Signed	CIP #	Company	Description	Solicitation Method	Owner	Contract Value	End Date
5/12/2020		PMWeb, Inc.	The Contractor will provide licenses, software maintenance and support for the existing e-construction project management software system for the San Diego County Regional Airport Authority. The Contractor is the sole provider for licenses of the proprietary e-construction project management software and has successfully maintained and supported the Authority's construction projects over the last five years.	Sole Source	Information & Technology Services	\$737,883.33	2/2/2023
5/15/2020		Adaptive Insights, LLC	The Contractor will provide licenses, software maintenance and support for the existing Budget Software System for the San Diego County Regional Airport Authority. The Contractor is the sole provider for licenses of the proprietary budget software integrated into the Authority's current financial system and has successfully maintained and supported the Authority's budgeting process over the last three years.	Sole Source	Finance & Risk Management	\$650,000.00	9/24/2025
5/26/2020		Ingrid Vasquez	The Artist will participate in the "Make Yourself at Home" Exhibition at San Diego International Airport.	RFQ	Customer Experience Design & Innovation	\$600.00	7/1/2020
5/26/2020		Eleanor Greer	The Artist will participate in the "Make Yourself at Home" Exhibition at San Diego International Airport.	RFQ	Customer Experience Design & Innovation	\$600.00	7/1/2020
5/26/2020		Michael Chang	The Artist will participate in the "Make Yourself at Home" Exhibition at San Diego International Airport.	RFQ	Customer Experience Design & Innovation	\$600.00	7/1/2020
6/2/2020		Carahsoft Technology Corporation	The Contract to Carahsoft Technology Corporation utilizes the NASPO Value Point Purchasing Alliance Cooperative Contract and will be used for the installation, implementation, customizing and enhancements to the taxi system and dashboard applications/projects at the San Diego International Airport.	Cooperative RFP	Ground Transportation	\$30,000.00	5/17/2021
6/2/2020		Bay City Equipment Industries	This Contractor will provide emergency generator maintenance services for the San Diego County Regional Airport Authority.	RFP	Facilities Management	\$400,000.00	6/29/2023
6/4/2020		Saab Sensis Corporation	This Contractor will provide flight tracking and surface area management system at the San Diego International Airport.	RFP	Airside & Terminal Operations	\$961,362.00	4/4/2023
6/7/2020		iKW Solutions Inc.	The Contractor is one of two (2) contractors to provide business applications technical support services for the San Diego County Regional Airport Authority. The contract value reflects the total compensation for the entire pool of contractors.	RFQ	Information & Technology Services	\$900,000.00	3/15/2023
6/7/2020		Smartbridge LLC	The Contractor is one of two (2) contractors to provide business applications technical support services for the San Diego County Regional Airport Authority. The contract value reflects the total compensation for the entire pool of contractors.	RFQ	Information & Technology Services	\$900,000.00	3/15/2023
6/10/2020		ArtWorks San Diego, LLC	This Contractor will provide on-call art handling, installation, fabrication, transportation, and off-site storage services for the Authority's public art collection at the San Diego International Airport.	RFP	Customer Experience Design & Innovation	\$225,000.00	3/2/2023

Attachment "A"

AWARDED CONTRACTS AND CHANGE ORDERS SIGNED BETWEEN May 11, 2020 to June 14, 2020

New Contracts Approved by the Board

Date Signed	CIP #	Company	Description	Solicitation Method	Owner	Contract Value	End Date
5/21/2020		NV5, Inc.	This Contract was approved by the Board on November 7, 2019. The Contractor will provide on-call survey consulting services for the San Diego County Regional Airport Authority.	RFQ	Airport Design & Construction	\$2,000,000.00	4/19/2023
5/28/2020	381006	S&L Specialty Construction, Inc.	This Contract was approved by the Board on March 5, 2020. The Contractor will provide the sound attenuation for certain residences around the San Diego International Airport.	RFB	QHP & Noise Mitigation	\$992,406.37	1/25/2021

Attachment "A"

AWARDED CONTRACTS AND CHANGE ORDERS SIGNED BETWEEN May 11, 2020 to June 14, 2020

Amendments and Change Orders

Date Signed	CIP #	Company	Description of Change	Owner	Previous Contract Amount	Change Order Value (+ / -)	Change Order Value (%) (+ / -)	New Contract Value	New End Date
5/21/2020		Sentry Control Systems, LLC/SKIDATA Inc.	The Acknowledgment and Consent Assignment transfers rights, duties and obligations under the current Service and Consulting Agreement to SKIDATA Inc. from Sentry Control Systems LLC for the parking revenue management system at the San Diego International Airport. There is no increase in compensation.	Ground Transportation	\$575,395.00	\$0.00	0%	\$575,395.00	5/31/2022
5/21/2020		HSW RR, Inc. dba Roto Rooter Plumbing & Service Company	The Acknowledgment and Consent Assignment transfers rights, duties and obligations under the current Service and Consulting Agreement to LJ Jones dba Roto-Rooter from HSW RR, Inc. dba Roto-Rooter for on-call plumbing services for the San Diego County Regional Airport Authority. There is no increase in compensation.	Facilities Management	\$300,000.00	\$0.00	0%	\$300,000.00	3/30/2021
6/3/2020		U.S. Bank National Association	The 1st Amendment extends the agreement term for ninety (90) days while a new agreement is put in place as the result of an RFP. No additional monies are required. The purpose of this extension is for continued provision of banking and merchant services for the San Diego County Regional Airport Authority.	Finance & Risk Management	\$2,500,000.00	\$0.00	0%	\$2,500,000.00	7/28/2020
6/4/2020		ThreeSixty Public Strategies, Inc.	The Acknowledgment and Consent Assignment transfers rights, duties and obligations under the current Service and Consulting Agreement to ThreeSixty Public Strategies, Inc. from Laing Strategic Communications, SMLLC for local government consulting services for the San Diego County Regional Airport Authority. There is no increase in compensation.	Government Relations	\$700,000.00	\$0.00	0%	\$700,000.00	6/30/2022
6/9/2020		San Diego County Superintendent of Schools	The 1st Amendment is to revise Exhibit A & B to add transcription services and closed caption for the webcasting of the Authority's Board and Airport Land Use Commission Meetings and cost for the additional services in minutes and hours for the San Diego County Regional Airport Authority. No additional monies are required.	Board Services	\$90,000.00	\$0.00	0%	\$90,000.00	2/26/2021

Attachment "A"

AWARDED CONTRACTS AND CHANGE ORDERS SIGNED BETWEEN May 11, 2020 to June 14, 2020

Amendments and Change Orders Approved by the Board

Date Signed	CIP #	Company	Description of Change	Owner	Previous Contract Amount	Change Order Value (+ / -)	Change Order Value (%) (+ / -)	New Contract Value	New End Date
			NO AWARDED AMENDMENTS APPROVED BY THE BOARD						

Attachment "B"

REAL PROPERTY AGREEMENTS EXECUTED FROM MAY 11, 2020 through JUNE 14, 2020



Real Property Agreements

Begin/End Dates	Authority Doc. #	Tenant/Company	Agreement Type	Property Location	Use	Property Area (s.f)	Consideration	Comments
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NO REAL PROPERTY AGREEMENTS TO REPORT



Real Property Agreement Amendments and Assignments

Effective Date	Authority Doc. #	Tenant/Company	Agreement Type	Property Location	Use	Property Area (s.f)	Consideration	Comments
5/27/2020		Baggage Nanny	First Amendment to Concession Lease	Terminals 1 and 2, Baggage Claim areas	Operation of a Luggage Pick-Up and Drop-Off Concession	N/A	No change	Amendment to update Sales Reporting form and related language in agreement
5/27/2020	LE-0658	Host International, Inc.	Seventh Amendment to Concession Lease Package 2 F&B	Terminals 1 and 3	Operation of a Food and Beverage Concession	N/A	unchanged	Amendment to update Exhibit A, revise start dates of temporary units in T2E, clarify right to reclaim units without compensation for unamortized improvements
6/22/2020	LE-0858	L3Harris Technologies, Inc.	1st Amendment to UOP	Procurement Warehouse	Space for equipment	195 SF	N/A	Amendment Extended Term and Name Change

STAFF REPORT

Meeting Date: **JULY 9, 2020**

Subject:

July 2020 Legislative Report

Recommendation:

Adopt Resolution No. 2020-0072, approving the July 2020 Legislative Report.

Background/Justification:

The Authority's Legislative Advocacy Program Policy requires that staff present the Board with monthly reports concerning the status of legislation with potential impact to the Authority. The Authority Board provides direction to staff on legislative issues by adoption of a monthly Legislative Report (Attachment A). The July 2020 Legislative Report updates Board members on legislative activities that have taken place since the previous Board meeting. In directing staff, the Authority Board may take a position on pending or proposed legislation that has been determined to have a potential impact on the Authority's operations and functions.

State Legislative Action

There are no new Assembly or Senate Bills to report for July.

The Authority's Government Relations team has learned that the following bill will not move forward in the 2020 legislative session due to the impact of COVID-19: AB 2902 (Kalra).

AB 2902 would modify the California Art Preservation Act relating to the removal or destruction of art from a public building, including airports. Government Relations staff will continue to monitor this issue for the remainder of the legislative session.

In Sacramento, the Governor's Office and State Legislature continue to respond to the impact of COVID-19. In June, the Governor, through the California Department of Public Health, issued a statewide mandate requiring Californians to wear face masks in public places, outdoor spaces and at work when it is not possible to stay six feet apart from others.

In mid-June, the Legislature adopted a state budget that largely rejected or delayed automatic cuts proposed in the Governor's May Revision. The final budget assumes billions of dollars in additional federal funding in the coming months and includes triggered reductions if the state receives less than \$14 billion. It is anticipated that the Legislature will revisit the budget in August prior to the end of the 2020 Legislative Session.

The Government Relations team continues to brief state, local and federal elected officials and staff, public agency partners, and regional stakeholders on the impact regarding the status of San Diego International Airport operations and health and safety efforts by conducted by the Airport Authority.

Over the past month, staff has briefed County Supervisors Jim Desmond, Kristin Gaspar and Dianne Jacob; Carlsbad Mayor Matt Hall; Chula Vista Mayor Mary Salas; San Marcos Mayor Rebecca Jones; Vista Mayor Judy Ritter; National City Councilmember Ron Morrison; San Diego Councilmember Scott Sherman; staff from the office of San Diego Councilmember Barbara Bry; San Diego City Council candidates Raul Campillo, Sean Elo-Rivera, Joe Leventhal, Will Moore, Marni von Wilpert, and Stephen Whitburn; San Diego North Economic Development Council Chief Executive Officer Erik Bruvold; and staff from the San Diego Regional Chamber of Commerce.

Federal Legislative Action

The Authority's Government Relations team recommends that the Board adopt a "SUPPORT" position on the following bill: H.R. 2 (DeFazio).

H.R. 2 is a broad \$1.5 billion infrastructure package that authorizes increased Airport Improvement Program (AIP) funding to \$4 billion annually and provides up to \$4 billion annually in supplemental funding to help airports pay for their COVID-19-related expenses and capital needs. The proposal includes the provisions of a five-year surface transportation bill that was approved by the House Transportation and Infrastructure Committee in mid-June. That bill focused primarily on highways, rails, transit and other surface transportation initiatives.

While it is not clear that H.R. 2 will pass the U.S. Senate, provisions of the bill could be placed into subsequent legislation. The Authority's Government Relations staff and Federal legislative consultants will continue to work closely with industry associations to advocate for additional financial resources.

In June, the U.S. House of Representatives and Senate have slowly resumed normal operations, including several hearings on the COVID-19 pandemic response nationwide and consideration of Fiscal Year 2021 appropriations bills. The Airport Authority Government Relations staff and Federal legislative consultants continue to be in regular contact with federal agencies, industry associations and other aviation stakeholders to ensure employee and passenger safety and limit the spread of COVID-19.

Fiscal Impact:

Not applicable.

Authority Strategies/Focus Areas:

This item supports one or more of the following (*select at least one under each area*):

Strategies

- Community Strategy
- Customer Strategy
- Employee Strategy
- Financial Strategy
- Operations Strategy

Focus Areas

- Advance the Airport Development Plan
- Transform the Customer Journey
- Optimize Ongoing Business

Environmental Review:

- A. CEQA: This Board action is not a project that would have a significant effect on the environment as defined by the California Environmental Quality Act ("CEQA"), as amended. 14 Cal. Code Regs. §15378. This Board action is not a "project" subject to CEQA. Cal. Pub. Res. Code §21065.
- B. California Coastal Act Review: This Board action is not a "development" as defined by the California Coastal Act. Cal. Pub. Res. Code §30106.
- C. NEPA: This Board action is not a project that involves additional approvals or actions by the Federal Aviation Administration ("FAA") and, therefore, no formal review under the National Environmental Policy Act ("NEPA") is required.

Application of Inclusionary Policies:

Not applicable.

Prepared by:

MATT HARRIS
DIRECTOR, GOVERNMENT RELATIONS

RESOLUTION NO. 2020-0072

A RESOLUTION OF THE BOARD OF THE SAN
DIEGO COUNTY REGIONAL AIRPORT AUTHORITY,
APPROVING THE JULY 2020 LEGISLATIVE
REPORT

WHEREAS, the San Diego County Regional Airport Authority (“Authority”) operates San Diego International Airport and plans for necessary improvements to the regional air transportation system in San Diego County, including serving as the responsible agency for airport land use planning within the County; and

WHEREAS, the Authority has a responsibility to promote public policies consistent with the Authority’s mandates and objectives; and

WHEREAS, Authority staff works locally and coordinates with legislative advocates in Sacramento and Washington, D.C. to identify and pursue legislative opportunities in defense and support of initiatives and programs of interest to the Authority; and

WHEREAS, under the Authority’s Legislative Advocacy Program Policy, the Authority Board provides direction to Authority staff on pending legislation; and

WHEREAS, the Authority Board, in directing staff, may adopt positions on legislation that has been determined to have a potential impact on the Authority’s operations and functions.

NOW, THEREFORE, BE IT RESOLVED that the Board hereby approves the June 2020 Legislative Report (“Attachment A”); and

BE IT FURTHER RESOLVED that the Board finds that this action is not a “project” as defined by the California Environmental Quality Act (“CEQA”) (California Public Resources Code §21065); and

BE IT FURTHER RESOLVED that the Board finds that this action is not a “development” as defined by the California Coastal Act (California Public Resources Code §30106); and

BE IT FURTHER RESOLVED that the Board finds that this action is not a project that involves additional approvals or actions by the Federal Aviation Administration (“FAA”) and, therefore, no formal review under the National Environmental Policy Act (“NEPA”) is required.

PASSED, ADOPTED, AND APPROVED by the Board of the San Diego County Regional Airport Authority at a regular meeting this 9th day of July 2020, by the following vote:

AYES: Board Members:

NOES: Board Members:

ABSENT: Board Members:

ATTEST:

TONY R. RUSSELL
DIRECTOR, BOARD SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:

AMY GONZALEZ
GENERAL COUNSEL

July 2020 Legislative Report

State Legislation

New Assembly Bills

No new Assembly Bills to report.

*Shaded text represents new or updated legislative information

Assembly Bills from Previous Report

Legislation/Topic

AB 245 (Muratsuchi) – California Aerospace and Aviation Commission

Background/Summary

AB 245 would establish a 15-member California Aerospace and Aviation Commission (Commission) within the Governor’s Office of Business and Economic Development. The Commission would serve as a central point of contact for businesses engaged in the aerospace and aviation industries and support the health and competitiveness of these industries in California. AB 245 would require the Commission to make recommendations on legislative and administration action that may be necessary or helpful to maintain or improve the state’s aerospace and aviation industries and would require the Commission to report and provide recommendations to the Governor and State Legislature.

Anticipated Impact/Discussion

Although this legislation is not expected to have any significant impact on the Airport Authority or San Diego International Airport (SDIA), if the bill were enacted, the Airport Authority’s legislative team would work with the California Airports Council to identify any potential opportunities to engage with the Commission on actions that could impact California airports.

Status: 06/19/19 – This bill passed the Senate Business, Professions and Economic Development Committee on an 8 – 0 vote and is now in the Senate Government Organization Committee.

Position: Watch (03/14/19)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 1112 (Friedman) – Motorized Scooters

Background/Summary

AB 1112 would authorize a local agency, as defined, to regulate motorized scooters by assessing limited penalties for moving or parking violations involving the use of motorized scooters. This bill would also allow a local authority to regulate scooter share operators by requiring a scooter share operator to pay fees that do not exceed the reasonable cost to the local authority of regulating the scooter share operator. The local authority would also be authorized to require a scooter share company to provide the local authority with trip data for all trips starting or ending within the jurisdiction of the local authority and would prohibit the disclosure of the information pursuant to public records requests received by the local authority.

Anticipated Impact/Discussion

This bill could benefit San Diego International Airport (SDIA) by providing the Airport Authority with additional enforcement tools to deter unsafe motorized scooter operations at or near SDIA.

Status: 06/19/19 – Re-referred to the Senate Transportation Committee. AB 1112 is a 2-year bill and is eligible for consideration in the 2020 legislative session.

Position: Watch (05/02/19)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 1190 (Irwin) – Unmanned Aircraft: State and Local Regulations

Background/Summary

AB 1190 would prohibit a state or local agency from adopting any law or regulation that bans the operation of an unmanned aircraft system. This bill would also include the operation of small unmanned aircraft systems within the definition of hazardous recreational activity for purposes of public entity liability. Existing law provides a local public entity or employee immunity as to any person engaging in hazardous recreational activity and for damage to an unmanned aircraft while the local entity or employee is providing emergency services. Additionally, AB 1190 would authorize a state or local agency to adopt regulations to enforce a requirement that a small unmanned aircraft system be properly registered under existing federal regulations and authorize a state or local agency to require proof of such registration from an unmanned aircraft operator.

Anticipated Impact/Discussion

This bill could benefit San Diego International Airport (SDIA) by providing the Airport Authority with enforcement tools to deter unsafe unmanned aircraft system operations at or near SDIA. However, this bill would also prohibit the Airport Authority, the City of San Diego, or other governmental entities from banning the operation of unmanned aircraft on or near airport property or in the flight path.

Status: 06/19/19 – To the Senate Rules Committee for assignment. AB 1190 is a 2-year bill and is eligible for consideration in the 2020 legislative session.

Position: Watch (03/14/19)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 1782 (Chau) – Personal information: contact tracing.

Background/Summary

Existing law requires an Automated License Plate Recognition (ALPR) end-user, as defined, to implement a usage and privacy policy regarding that ALPR information, as specified. Existing law requires that the privacy policy include the length of time ALPR information will be retained, and the process the ALPR end-user will utilize to determine if and when to destroy retained ALPR information. AB 1782, as amended, would require that the privacy policy include a procedure to ensure the destruction of all non-anonymized ALPR information no more than 60 days from the date of collection, except as provided. The bill would also require the privacy policy to include a procedure to ensure that all ALPR information that is shared with an outside entity be anonymized, as defined, to protect the privacy of the license plate holder.

This bill was amended to generally regulate public health entities and businesses that provide technology-assisted contact tracing (TACT) services. The amended language would require a business or public health entity offering TACT to provide a simple mechanism for a user to revoke consent for the collection, use, maintenance, or disclosure of data and permit revocation at any time.

Anticipated Impact/Discussion

Although this legislation in its newly amended form is not expected to have a direct impact on the Airport Authority or San Diego International Airport (SDIA), the Airport Authority's legislative team will continue to monitor as it moves through the legislative process.

Status: 06/18/20 – The bill was amended and referred to the Senate Judiciary Committee.

Position: Watch (03/14/19)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 1850 (Gonzalez) – Employee Classification

Background/Summary

AB 1850 clarifies the statutory provisions established by Assembly Bill 5 (2019) and provides exemptions for professional services including, but not limited to still photographers, photojournalists, freelance writers, editors, and newspaper cartoonists.

Anticipated Impact/Discussion

The Authority’s legislative team will closely monitor the development of this bill language for any impact on San Diego International Airport (SDIA) and the Airport Authority.

Status: 06/11/20 – The bill passed the Assembly Floor on a 76 – 0 vote and is currently awaiting assignment in the Senate Rules Committee.

Position: Watch (03/05/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 2081 (Boerner Horvath) – Coastal Resources: Research: Landslides and Erosion: Early Warning System: County of San Diego

Background/Summary

AB 2081 (Boerner Horvath) would appropriate from the General Fund the sum of \$2,500,000 to Scripps Institution of Oceanography at the University of California San Diego to conduct research on coastal cliff landslides and erosion in the County of San Diego, as provided. The bill would require the research to be completed by January 1, 2023. The bill would require by no later than March 15, 2023, the institution to provide a report to the Legislature with recommendations for developing an early warning coastal cliff landslide and erosion warning system based on that research.

Anticipated Impact/Discussion

If enacted, this bill could provide additional educational resources for the Airport Authority to use when planning and developing mitigation measures for sea level rise that may impact the airport's daily operations. In May, the Author's office confirmed that the bill will not move forward in the 2020 Legislative Session. The Authority's legislative team will continue to monitor the issue.

Status: 02/20/20 – Referred to the Assembly Natural Resources Committee.

Position: Watch (03/05/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 2093 (Gloria) – Public Records: Writing Transmitted by Electronic Mail: Retention

Background/Summary

AB 2093 (Gloria) would, unless a longer retention period is required by statute or regulation, or established by the Secretary of State pursuant to the State Records Management Act, require a public agency, for purposes of the California Public Records Act, to retain and preserve for at least 2 years every public record, as defined, that is transmitted by electronic mail.

Anticipated Impact/Discussion

If enacted, the Airport Authority would need to amend its retention schedule to conform with the bill's provisions. In April, the Author's office confirmed that the bill will not move forward in the 2020 Legislative Session. The Authority's legislative team will continue to monitor the issue.

Status: 03/10/20 – Passed the Assembly Judiciary Committee on a 10 – 1 vote and is now in the Assembly Appropriations Committee.

Position: Watch (03/05/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 2138 (Chau) – California Public Records Act

Background/Summary

AB 2138 (Chau) is a placeholder (spot bill) making non-substantive changes to the California Public Records Act and would become operative on January 1, 2022.

Anticipated Impact/Discussion

The Authority's legislative team will closely monitor the development of this bill language for any impact on San Diego International Airport (SDIA) and the Airport Authority.

Status: 03/17/20 – The bill is in the Assembly Judiciary Committee and the hearing was postponed to a later date.

Position: Watch (03/05/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 2145 (Ting) – Transportation Electrification: Vehicle Charging Stations

Background/Summary

AB 2145 (Ting) would require the Public Utilities Commission (PUC) to direct electrical corporations to file applications for programs and investments to accelerate widespread transportation electrification to meet the goal of installing at least 1,000,000 electric vehicle charging ports by December 31, 2030. The bill would require the statewide assessment prepared by the Energy Commission to include as a goal the installation of at least 1,000,000 electric vehicle charging ports by December 31, 2030.

Anticipated Impact/Discussion

The Authority's legislative team will closely monitor this bill language for any impact on San Diego International Airport (SDIA) and the Airport Authority as it moves through the legislative process.

Status: 05/05/20 – This bill was amended and referred to the Assembly Utilities and Energy Committee.

Position: Watch (03/05/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 2148 (Quirk) – Climate Change: Adaptation: Regional Plans

Background/Summary

AB 2148 (Quirk) declares the intent of the Legislature to enact legislation that would foster regional-scale adaptation, as specified; give regions a time to develop their regional plans, as specified; and consider, among other things, sea level rise and fire vulnerability.

Anticipated Impact/Discussion

In May, the Author's office confirmed that the bill will not move forward in the 2020 Legislative Session. The Authority's legislative team will continue to monitor the issue.

Status: 03/09/20 – Referred to the Assembly Natural Resources Committee

Position: Watch (03/05/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 2261 (Chau) – Facial Recognition Technology

Background/Summary

AB 2261 would require a processor, as defined, that provides facial recognition services to, among other things, make available an application programming interface or other technical capability, chosen by the processor, to enable controllers or third parties to conduct legitimate, independent, and reasonable tests of those facial recognition services for accuracy and unfair performance differences across distinct subpopulations, as specified. The bill would also require a controller, as defined, to, among other things, provide a conspicuous and contextually appropriate notice whenever a facial recognition service is deployed in a physical premise open to the public that includes specified elements, including any purpose for which the facial recognition service is deployed.

Anticipated Impact/Discussion

Customs and Border Protection (CBP) and the Transportation Security Administration (TSA) are working with airlines to implement biometric face scanners in domestic airports to streamline security.

Although CBP and TSA are federal agencies, AB 2261 would require state and local agencies, to create an accountability report and to publicly post this report on the agency's website at least 90 days before any facial recognition technology is put into service. The legislation also has additional requirements to be included in the report that could create additional workload and liability issues for San Diego International Airport and the Airport Authority.

Status: 06/03/20 – This bill was held in the Assembly Appropriations Committee and will not move forward in the 2020 legislative session.

Position: Watch (03/23/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 2331 (Muratsuchi) – Greenhouse gases: aviation sector: reporting

Background/Summary

AB 2331 would require the State Air Resources Board to adopt regulations to require the reporting of emissions of greenhouse gases from the aviation sector, as provided. The bill would require the state board to include in the greenhouse gases inventory the emissions of greenhouse gases from the aviation sector. The bill would require the state board, by July 1, 2022, to submit recommendations to the appropriate policy committees of the Legislature on actions the state board could take to achieve reductions in the emissions of greenhouse gases in the aviation sector.

Anticipated Impact/Discussion

San Diego International Airport has partnered with airports, airlines, sustainable aviation fuel producers and other stakeholders to find ways to reduce greenhouse gas emissions in the aviation sector. In April, the Author's office confirmed that the bill will not move forward in the 2020 Legislative Session. The Authority's legislative team will continue to monitor the issue.

Status: 02/24/20 – Referred to the Assembly Natural Resources Committee.

Position: Watch (03/23/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 2731 (Gloria) – California Environmental Quality Act: City of San Diego: transit and transportation facilities projects

Background/Summary

This bill would require a lead agency, in certifying the environmental impact report and in granting approvals for a transit and transportation facilities project, which is defined as a multimodal regional transportation facility, including a central mobility hub, to serve as a connection to link regional transit to the San Diego International Airport, to comply with specified procedures.

Anticipated Impact/Discussion

In September 2019, the San Diego Association of Governments (SANDAG) signed an initial agreement with the United States Navy to explore the redevelopment of the Old Town Center to include a Central Mobility Hub. The Airport Authority participated in a SANDAG Airport Connectivity Work Group and continues to engage with SANDAG, partner agencies and regional stakeholders to improve connectivity to the airport. The Airport Authority's legislative team will closely monitor the development of this bill language as it is expected to be amended throughout the legislative process.

Status: 06/10/20 – The bill passed the Assembly Floor on a 77 – 0 vote and is currently awaiting assignment in the Senate Rules Committee.

Position: Watch (06/04/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 2902 (Kalra) – Fine art: physical alternation or destruction

Background/Summary

The California Art Preservation Act (CAPA) prohibits certain acts relating to the physical alteration or destruction of fine art, defined as an original painting, sculpture, or drawing, or an original work of art in glass, of recognized quality, other than a work prepared under contract for commercial use by its purchaser, including the intentional defacing, mutilating, altering, or destruction of a work of fine art except by an artist who owns and possesses a work of fine art that the artist has created. The law also provides that if a work of fine art can be removed from a building without substantial harm to the fine art, and in the course of or after removal, the owner intends to cause or allow the fine art to suffer physical defacement, mutilation, alteration, or destruction, the rights and duties described above apply unless the owner of the building has provided, or diligently attempted to provide, written notice to the artist or the artist's heir, beneficiary, devisee, or personal representative, and the notified parties have failed to remove the work or pay for its removal within 90 days.

This bill would require a trier of fact to additionally rely on the visibility of the work, community recognition awards attributable to the work, and recognition and awards received by the artist of the work before it can be removed. This bill would additionally include an interested community and a city art commission in the list of required recipients of the written notice described above and would authorize a court to extend the 90-day period within which a noticed party is required to act to remove the art from the building.

Anticipated Impact/Discussion

San Diego International Airport has a robust art program that includes several temporary art installations throughout the airport. If enacted as currently drafted, this legislation could require additional approval from other public and non-public entities prior to the removal of these art installations. As drafted, this additional approval process could create delays in the removal of art installations throughout the airport. In June, the Author's office confirmed that the bill will not move forward in the 2020 Legislative Session. The Authority's legislative team will continue to monitor the issue.

Status: 02/21/20 – Introduced.

Position: Watch (03/23/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 3041 (Low) – Peer-to-Peer Car Sharing

Background/Summary

Current law prohibits an insurer from classifying a private passenger motor vehicle as a commercial vehicle, for-hire vehicle, permissive use vehicle, or livery solely because its owner allows it to be shared if specified criteria are met. Current law requires a personal vehicle sharing program to provide insurance coverage for the vehicle and driver that is equal to or greater than the coverage maintained by the vehicle owner, but no less than 3 times the minimum coverage amounts for private passenger vehicles. This bill would repeal the above insurance coverage requirement and would instead require a peer-to-peer car sharing program to assume the liability for a loss during the sharing period in an amount not less than the minimum coverage amounts for private passenger vehicles. AB 3041 excludes airports by allowing a commercial airport authority to regulate access to an airport and set access fees for a peer-to-peer car sharing program.

Anticipated Impact/Discussion

Although this legislation is not expected to have a direct impact on the Airport Authority or San Diego International Airport (SDIA), the Airport Authority's legislative team will continue to monitor as peer-to-peer car sharing is a method of transportation passengers utilize when traveling to and from the airport. In April, the Author's office confirmed that the bill will not move forward in the 2020 Legislative Session. The Authority's legislative team will continue to monitor the issue.

Status: 02/21/20 – Introduced.

Position: Watch (03/23/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 3216 (Kalra) – Employee Leave: Authorization: Coronavirus (COVID-19)

Background/Summary

AB 3216 would make it unlawful employment practice for an employer, as defined, to refuse to grant a request by an eligible employee to take family and medical leave due to the coronavirus (COVID-19). The bill would permit employees taking leave due to COVID-19 to continue participation in employee health plans, including life insurance or short-term or long-term disability or accident insurance, pension and retirement plans, and supplemental unemployment benefit plans. The bill would provide that during a medical leave period taken due to COVID-19 an employee would retain employee status with the employer and that this leave does not constitute a break in service. The bill would make it an unlawful employment practice for an employer to refuse to hire, or to discharge, fine, suspend, expel, or discriminate against, an individual because of the individual's exercise of leave right under these provisions or the individual's giving information or testimony as to family care and medical leave due to COVID-19.

Anticipated Impact/Discussion

This legislation could have an impact on the Airport Authority and San Diego International Airport (SDIA). The legislative team will continue to monitor as the bill moves through the legislative process.

Status: 06/18/20 – The bill passed the Assembly Floor on a 44-17 vote and is awaiting committee assignment in the Senate.

Position: Watch (03/23/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

AB 3248 (Waldron) – San Diego Association of Governments: San Diego County Regional Transportation Commission: Transactions and Use Tax: Expenditure Plan

Background/Summary

AB 3248 would prohibit SANDAG’s board of directors, serving as the San Diego County Regional Transportation Commission, from changing the allocation of revenues to any component of the expenditure plan contained in the TransNet Extension Ordinance by more than an unspecified percentage unless the board, serving as the commission, adopts a resolution proposing to change the allocation of revenues in the expenditure plan, holds 4 public meetings in specified regions of the county to share the details of the proposed change, and the proposed change is approved by 2/3 of the electors voting on the measure at a special election called by the board, serving as the commission.

Anticipated Impact/Discussion

Although this legislation is not expected to have an impact on the Airport Authority or San Diego International Airport (SDIA), the legislative team will continue to monitor as it moves through the legislative process. In May, the Author’s office confirmed that the bill will not move forward in the 2020 Legislative Session.

Status: 02/21/20 – Introduced.

Position: Watch (03/23/20)

*Shaded text represents new or updated legislative information

New Senate Bills

There are no new Senate Bills to report.

*Shaded text represents new or updated legislative information

Senate Bills from Previous Report

Legislation/Topic

SB 648 (Chang) – Unmanned Aircraft Systems: Accident Notification

Background/Summary

SB 648 would require, except as specified, the operator of an unmanned aircraft system (UAS) involved in an accident resulting in injury to an individual or damage to property to immediately land the UAS at the nearest location that will not jeopardize the safety of others and to provide certain information to the injured individual or the owner or person in charge of the damaged property, or place that information in a conspicuous place on the damaged property.

Anticipated Impact/Discussion

The bill is not expected to directly impact San Diego International Airport.

Status: 06/27/19 – Re-referred to the Assembly Transportation Committee. SB 648 is now a 2-year bill.

Position: Watch (03/14/19)

*Shaded text represents new or updated legislative information

Legislation/Topic

SB 931 (Wieckowski) – Local Government Meetings: Agenda and Documents

Background/Summary

SB 931 (Wieckowski) would require a local government legislative body to email a copy of the agenda or a copy of all the documents constituting the agenda packet if so requested.

Anticipated Impact/Discussion

Currently, the Airport Authority, if requested, sends meeting agendas and provides links to the agenda and/or meeting materials by email. As currently drafted, it is unclear if this bill would require the Airport Authority to email the agenda packet as an email attachment, potentially creating delivery issues depending on the size of the packet. In April, the Author's office confirmed that the bill will not move forward in the 2020 Legislative Session. The Authority's legislative team will continue to monitor the issue.

Status: 02/12/20 – Referred to the Senate Governance and Finance Committee.

Position: Watch (03/05/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

SB 964 (Skinner) – Chemicals: outdoor application: residential areas

Background/Summary

SB 964 was amended to require a government agency or an entity with which the government agency contracts to submit a plan for the application of a chemical to the Office of Environmental Health Hazard Assessment before applying the chemical outdoors in a residential area. Government agencies are defined as a city, county, special district or other state or local government agency. Residential areas are defined as a neighborhood, school, daycare center, park and recreational facility, or other location where infants and children generally spend time. The bill requires the office to conduct an independent study of the chemicals and if there is evidence that the chemical may cause harm, the bill prohibits the government agency or contractor from using the chemical in the residential area.

Anticipated Impact/Discussion

In 1999, Senate Bill 25, known as the Children’s Environmental Health Protection Act was enacted to establish environmental and public health protections for children. SB 964 is intended to strengthen the Act by creating a process in which government agencies notify Office of Environmental Health Hazard Assessment before applying a chemical outdoors in a residential area. This process will allow the office to determine if those chemicals may harm children and provides a mechanism to prevent such use.

Although this legislation is not expected to have an impact on the Airport Authority or San Diego International Airport (SDIA), the legislative team will continue to monitor as it moves through the legislative process.

Status: 03/26/20 – Amended and pending referral to a policy committee by the Senate Rules Committee.

Position: Watch (03/05/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

SB 988 (McGuire) – Aviation Fuel

Background/Summary

SB 988 would require an aviation fuel retailer to provide a quarterly information return, as specified, and would require the California Department of Tax and Fee Administration to collect and disseminate, as specified, information from those returns and calculate the amount of revenue collected from the sale, storage, use, or consumption of aviation fuel in the state. This bill would also require the department to report corresponding tax revenue information to local tax entities.

Anticipated Impact/Discussion

The Airport and Airway Safety and Capacity Expansion Act of 1987, narrowed the permitted uses of airport revenues and required local taxes on aviation fuel to be spent on the airport or, in the case of state taxes on aviation fuel, state aviation programs including noise mitigation. In 2014, the FAA finalized a policy clarification in effort to educate and direct out of compliance jurisdictions to resolve revenue diversion of aviation fuel taxes. In recent months the FAA has moved to an enforcement posture for entities still out of compliance and has been in communication with California to comply. SB 988 would create a reporting and enforcement mechanism of aviation fuel sales taxes collected in the state. If enacted, this bill could provide the Airport Authority with an additional source of funds. In April, the Author's office confirmed that the bill will not move forward in the 2020 Legislative Session. The Authority's legislative team will continue to monitor the issue.

Status: 02/12/20 – Introduced in Senate

Position: Watch (03/05/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

SB 1044 (Allen) – Firefighting Equipment and Foam: PFAS Chemicals

Background/Summary

This bill, commencing January 1, 2022, would require any person, including a manufacturer, as defined, that sells firefighter personal protective equipment to any person or public entity to provide a written notice to the purchaser at the time of sale if the firefighter personal protective equipment contains perfluoroalkyl and polyfluoroalkyl substances (PFAS), and would provide that a violation of this requirement is punishable by a specified civil penalty. The bill would require the seller and the purchaser to retain the notice on file for at least 3 years and to furnish the notice and associated sales documentation to the State Fire Marshal within 60 days upon request, as provided.

The bill, commencing January 1, 2022, would prohibit a manufacturer of class B firefighting foam from manufacturing, or knowingly selling, offering for sale, distributing for sale, or distributing for use in this state class B firefighting foam to which PFAS chemicals have been intentionally added, and would provide that a violation of this prohibition is punishable by a specified civil penalty. The bill would require a manufacturer to provide a specified notice to persons that sell the manufacturer's products in the state and to recall prohibited products, as provided. The bill would require the State Fire Marshal to develop guidance, provide information, and offer resources relating to this prohibition to assist public entities, as provided. The bill, commencing January 1, 2022, would prohibit a person or public entity from discharging or otherwise using for training purposes class B firefighting foam that contains intentionally added PFAS chemicals, and would provide that a violation of this prohibition is punishable by a specified civil penalty. This bill does not apply to any manufacture, sale, or distribution of class B firefighting foam for which the inclusion of PFAS chemicals is required by federal law, including, but not limited to, Section 139.317 of Title 14 of the Code of Federal Regulations.

Anticipated Impact/Discussion

Although SB 1044 provides an exemption for entities that are required by federal law to use PFAS in their firefighting foam, the Authority's legislative team will continue to engage with the California Airports Council (CAC) to develop an industry wide position on this bill and will continue to monitor as it moves through the process.

Status: 06/18/20 – The bill passed the Senate Appropriations Committee on a 5 – 0 vote and is on the Senate Floor.

Position: Watch (03/23/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

SB 1056 (Portantino) – Drinking Water: Testing: Perfluoroalkyl and Polyfluoroalkyl Substances

Background/Summary

SB 1056 would require the State Water Resources Board, on or before January 1, 2022, to certify a methodology or methodologies for testing drinking water, groundwater, and surface water for perfluoroalkyl and polyfluoroalkyl substances, as provided, and to accredit qualified laboratories in California to analyze perfluoroalkyl and polyfluoroalkyl substances pursuant to the adopted methodology or methodologies.

Anticipated Impact/Discussion

SB 1056 could have a direct on impact on San Diego International Airport (SDIA) as airports are federally mandated to use PFAS in their firefighting foam. Although the current bill language does not currently place responsibility on airports for the cost of developing these methodologies, it could create additional liabilities for SDIA.

Status: 03/18/20 – The April 1 hearing date was postponed by the Senate Environmental Quality Committee.

Position: Watch (03/23/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

SB 1100 (Atkins) – Coastal Resources: Sea Level Rise

Background/Summary

SB 1100 (Atkins) would include, as part of the procedures the California Coastal Commission is required to adopt, recommendations and guidelines for the identification, assessment, minimization, and mitigation of sea level rise within each local coastal program, as provided. The bill would delete the timeframe by which the commission is required to adopt these procedures and would require the commission to take into account the effects of sea level rise in coastal resource planning and management policies and activities, as provided. In addition, the bill would require state and regional agencies to identify, assess, and, to the extent feasible and consistent with their statutory authorities, minimize and mitigate the impacts of sea level rise.

This bill would also create within state government the California Sea Level Rise State and Regional Support Collaborative. The bill would require the collaborative to consist of 5 members, as provided, including the Secretary for Environmental Protection and the Secretary of the Natural Resources Agency. The bill would require the collaborative to provide state and regional information to the public and support to local, regional, and other state agencies for the identification, assessment, and, where feasible, the mitigation of sea level rise. The bill would require, upon appropriation in the annual Budget Act, the collaborative to expend no more than \$100,000,000 annually from appropriate bond funds and other sources for the purpose of making grants to local governments to update local and regional land use plans to take into account sea level rise and for directly related investments to implement those plans, as provided. The bill would require the Secretary for Environmental Protection and the Secretary of the Natural Resources Agency, as part of the adoption of the annual Budget Act, to annually appear before the budget committees of both houses of the Legislature regarding the implementation of the above provisions.

Anticipated Impact/Discussion

If enacted, bonds and other sources of funding for the purposes of making grants to local governments could be used to help implement the Authority's goals and efforts to implement the Climate Resilience Plan and airport development plan mitigation efforts. SB 1100 was pulled back from Senate policy committees on May 12, 2020. The Government Relations team will continue to monitor throughout the remainder of the session.

Status: 05/12/20 – The referrals to Senate policy committees were rescinded by the Senate Rules Committee due to the shortened 2020 legislative calendar.

Position: Watch (03/05/20)

*Shaded text represents new or updated legislative information

Federal Legislation

New House Bills

Legislation/Topic

H.R. 2 (DeFazio) Moving Forward Act

Background/Summary

H.R. 2 is a \$1.5 trillion infrastructure proposal that includes investments in airports, roads, bridges, transit, rail, schools, housing, broadband, drinking and wastewater systems, the postal service, clean energy and health care infrastructure. Specifically related to airports, the proposal increases authorization for the regular Airport Improvement Program (AIP) to \$4 billion for fiscal years 2021-2025 and holds enplanements for future entitlement calculations to calendar year 2019 if traffic has not yet recovered to those levels.

The proposal authorizes new supplemental funding programs for airports, subject to appropriations from the general fund, including up to \$4 billion annually to help airports pay for COVID-19 related expenses and capital needs.

Anticipated Impact/Discussion

H.R. 2 would provide additional funding for airport projects, stimulating local economic growth through additional funding for infrastructure related projects. The Legislative team is monitoring the status of this bill and working with industry partners and associations to advocate for additional airport funding and resources.

Status: 06/22/20 – Introduced in the House of Representatives.

Position: Support (07/09/20)

*Shaded text represents new or updated legislative information

House Bills from Previous Report

Legislation/Topic

H.R. 535 (Dingell) PFAS Action Act of 2019

Background/Summary

H.R. 535 requires the Environmental Protection Agency (EPA) to designate certain perfluoroalkyl and polyfluoroalkyl (PFAS) chemicals as hazardous substances within one year of enactment. An amendment to H.R. 535 created an exemption from liability for federally required use of PFAS at airports, so long as such use follows FAA standards and guidance. H.R. 535 passed the House in a 247-159 vote.

Anticipated Impact/Discussion

H.R. 535 could have a direct on impact on San Diego International Airport (SDIA) as airports are federally mandated to use PFAS in their firefighting foam. While the Senate is not planning on considering H.R. 535, it is possible that language from the bill could be inserted in other legislation that could place liability for the cost of remediation on airports including SDIA.

Status: 01/13/20 – Received in the Senate and read twice and referred to the Committee on Environment and Public Works.

Position: Watch (02/06/20)

*Shaded text represents new or updated legislative information

Legislation/Topic

H.R. 976 (Lynch) – Air Traffic Noise and Pollution Expert Consensus Act of 2019

Background/Summary

H.R. 976 would require the Federal Aviation Administration (FAA) to enter into arrangements with the National Academies of Sciences, Engineering, and Medicine to provide a report on the health impacts of air traffic noise and pollution caused by aircraft flying over residential areas.

Anticipated Impact/Discussion

This bill would not directly impact operations at San Diego International Airport (SDIA), however, the information collected by the study may be useful in helping the community and the Airport Authority assess any environmental and health impacts of air traffic noise and pollution.

Status: 02/07/19 – Referred to House Committee on Transportation & Infrastructure Subcommittee on Aviation

Position: Support (03/14/19)

*Shaded text represents new or updated legislative information

Legislation/Topic

H.R. 1108 (DeFazio) – Aviation Funding Stability Act of 2019

Background/Summary

H.R. 1108 would provide funding from the Airport and Airway Trust Fund for all Federal Aviation Administration (FAA) activities in the event of a Government shutdown. This would only apply to funds not otherwise appropriated and would be available on the first day of a lapse in appropriations and end on the date that the regular appropriation bill for that fiscal year becomes law.

Anticipated Impact/Discussion

This bill would help minimize the impact of another government shutdown on the Airport Authority and San Diego International Airport by ensuring that there would be no disruption in FAA operations due to a lack of appropriations.

Status: 03/27/19 – The bill is before the full House for consideration.

Position: Support (03/14/19)

*Shaded text represents new or updated legislative information

Legislation/Topic

H.R. 1171 (DeFazio) – Funding for Aviation Screeners and Threat Elimination Restoration (FASTER) Act

Background/Summary

In 2013, Congress started diverting one-third of the revenue collected from airline passenger security fees to be deposited into the general fund of the Treasury. In Fiscal Year 2019, an estimated \$1.36 billion will be diverted away from aviation security and used for unrelated government spending. H.R. 1171 would repeal the requirement to divert funds, and ensure that passenger security fees are used for aviation security purposes. H.R. 1171 would also give the Transportation Security Administration (TSA) access to September 11 Security Fee revenue in the event of a lapse in appropriations. This means that, in the event of another government shutdown, TSA would be able to continue paying its officers.

Anticipated Impact/Discussion

Giving TSA access to the full amount of airline passenger security fee revenue would allow TSA to invest in new equipment as well as hire additional staff to better serve passengers, airlines, and airports, including San Diego International Airport (SDIA). This bill would also help minimize the impact of another government shutdown on SDIA by ensuring that there would be no disruption in TSA operations due to a lack of appropriations.

Status: 03/04/19 Referred to the House Committee on Homeland Security's Subcommittee on Transportation and Maritime Security.

Position: Support (03/14/19)

*Shaded text represents new or updated legislative information

Legislation/Topic

H.R. 3791 (Massie) – Investing in America: Rebuilding America’s Airport Infrastructure Act

Background/Summary

H.R. 3791 would remove the federal cap on the Passenger Facility Charge (PFC), which is currently set at \$4.50. In exchange for removing the PFC cap, the bill proposes to reduce Airport Improvement Program funding by \$400 million annually and eliminate funding entitlements for large hub airports.

Anticipated Impact/Discussion

The Passenger Facility Charge Program allows commercial airports controlled by public agencies to collect up to \$4.50 for every eligible passenger. Airports use these fees to fund FAA-approved projects, including those that enhance safety, security or capacity; reduce noise; or increase air carrier completion. This bill would allow airports the flexibility to set the PFC and these fees could be used to fund FAA-approved projects, including infrastructure upgrades that improve the overall passenger experience. This bill could provide additional funding for San Diego International Airport infrastructure development projects.

Status: 07/18/19 – This bill was referred to the Subcommittee on Aviation.

Position: Support (03/14/19)

*Shaded text represents new or updated legislative information

Legislation/Topic

H.R. 5802 (Correa) – TSA Child CARE Act

Background/Summary

H.R. 5802 would direct the Transportation Security Administration to commission an outside assessment of the agency’s policies, procedures, and practices regarding personnel who are parents or guardians of a dependent minor with child care needs or who are expectant parents or guardians of a dependent minor with child care needs. The entity conducting this assessment is directed to consult with appropriate stakeholders, including labor organizations, airport operators, air carriers, and other aviation industry stakeholders.

Anticipated Impact/Discussion

Although the legislative proposal does not have a direct impact on San Diego International Airport (SDIA) or the Airport Authority, it does require that the entity conducting the study to consult with airport operators.

Status: 02/12/20 – The bill is before the full House for consideration.

Position: Watch

*Shaded text represents new or updated legislative information

Legislation/Topic

H.R. 5823 (Richmond) – State and Local Cybersecurity Improvement Act

Background/Summary

H.R. 5823 would authorize a new federal grant program at DHS to address cybersecurity vulnerabilities on State and local government networks. Specifically, the bill would: establish a \$400 million Department of Homeland Security (DHS) grant program that incentivizes States to increase their own cybersecurity funding; require DHS's Cybersecurity and Infrastructure Security Agency (CISA) develop a strategy to improve the cybersecurity of State, local, tribal, and territorial governments; require State, local, tribal, and territorial governments develop comprehensive Cybersecurity Plans to guide use of grant dollars; and establish a State and Local Cybersecurity Resiliency Committee so State, local, tribal, and territorial governments can advise CISA on their cybersecurity needs.

Anticipated Impact/Discussion

H.R. 5823, if enacted, could create an opportunity for the Airport Authority to apply for grants for the purposes of enhancing San Diego International Airport's (SDIA) cyber security infrastructure.

Status: 02/10/20 – The bill is before the full House for consideration.

Position: Watch

*Shaded text represents new or updated legislative information

Legislation/Topic

H.R. 5827 (Lesko) Trusted Traveler REAL ID Relief Act of 2020

Background/Summary

H.R. 5827 allow airline travelers in the U.S. to use PreCheck as an alternative to REAL ID when traveling beginning on October 1, 2020. This bill also requires TSA to develop a contingency plan to address travelers who attempt to travel without REAL ID-compliant credentials after October 1, 2020.

Anticipated Impact/Discussion

H.R. 535 could have a direct on impact on San Diego International Airport (SDIA) as domestic travelers are required to obtain a REAL ID-compliant identification by October 1, 2020, to proceed through Transportation Security Administration (TSA) security screening.

Status: 02/10/20 – Introduced in House of Representatives

Position: Watch

*Shaded text represents new or updated legislative information

New Senate Bills

There are no new Senate Bills to report.

*Shaded text represents new or updated legislative information

Senate Bills from Previous Report

Legislation/Topic

S. 563 (Duckworth) – Transportation Infrastructure Finance and Innovation Act (TIFIA) for Airports

Background/Summary

S. 563 would allow eligible airport-related projects to participate in the TIFIA program which provides credit assistance in the form of direct loans, loan guarantees, and standby lines of credit to projects of national or regional significance.

Anticipated Impact/Discussion

In enacted, the Airport Authority could apply for loans through the TIFIA program to pay for certain projects related to the Airport Development Plan (ADP). These loans would significantly decrease the Airport Authority's interest expenses and thus reduce the total cost of the ADP.

Status: 02/26/19 – Read twice and referred to the Committee on Environment and Public Works

Position: Support (05/02/19)

*Shaded text represents new or updated legislative information

Legislation/Topic

S. 1004 (Peters) – Securing America’s Ports of Entry Act of 2019

Background/Summary

S. 1004 would fully staff United States Ports of Entry by requiring Customs and Border Protection (CBP) to hire no less than 600 additional officers per year until CBP’s staffing needs are met. This bill also authorizes CBP to hire support staff to perform non-law enforcement administrative duties in support of CBP Officers.

Anticipated Impact/Discussion

If enacted, this bill would help ensure that the CBP Offices at San Diego International Airport (SDIA) are always fully staffed, and avoid potential reassignments to other ports of entry, thus allowing daily operations at SDIA to continue as normal.

Status: 06/19/19 – The bill is before the full Senate for consideration.

Position: Support (05/02/19)

Legislation/Topic

S. 1710 (Cornyn) – Airport Infrastructure Resources Security Act of 2019

Background/Summary

This bill would prohibit funds made available under the Federal Aviation Administration’s Airport Improvement Program from being provided to entities that have violated the intellectual property rights of United States entities.

Anticipated Impact/Discussion

While this bill is not anticipated to have a direct impact on operations at San Diego International Airport (SDIA), the Airport Authority’s legislative team will monitor the development of the bill language for any potential impacts to SDIA or the Airport Authority.

Status: 06/04/19 – Read twice and referred to the Senate Committee on Commerce, Science and Transportation Senate.

Position: Watch

*Shaded text represents new or updated legislative information

Legislation/Topic

S. 2035 (Duckwork) – "TSA Credential and Endorsement Harmonization Act"

Background/Summary

S. 2035 would direct the TSA to develop a plan to expand eligibility for PreCheck to transportation workers who have already gone through security reviews to obtain Transportation Worker Identification Credentials or Hazardous Materials Endorsements.

Anticipated Impact/Discussion

Although this legislation is not expected to impact San Diego International Airport (SDIA) or the Airport Authority, the Authority's legislative team will closely monitor this bill for any potential impact to SDIA or the Airport Authority.

Status: 09/11/19 – Referred to the House Committee on Homeland Security

Position: Watch

*Shaded text represents new or updated legislative information

Legislation/Topic

S. 3681 (Markey) – Ensuring Health Safety in the Skies Act of 2020

Background/Summary

S. 3681 would create a joint task force on the operation of air travel during and after the COVID-19 public health emergency. The Task Force is required to develop requirements, plans, and guidelines to address the health, safety, security, and logistical issues relating to the continuation of air travel during the COVID-19 public health emergency, and for the resumption of full operations of passenger air travel at airports after the pandemic ends. The Task Force will be chaired by the Secretary of Transportation. The legislation requires the Task Force to brief Congress on its preliminary recommendations within six months; a final report is due within 18 months.

Anticipated Impact/Discussion

If enacted, the establishment of the Task Force could help identify consistent guidelines and protocols that would promote overall passenger and employee safety and confidence in air travel. Airports and associations representing airports would be included on this advisory panel that will provide a briefing to Congress on recommendations for the resumption of full operations post COVID-19 pandemic.

Status: 05/20/20 – This bill passed the Senate Commerce, Science and Transportation Committee

Position: Support (06/04/20)

*Shaded text represents new or updated legislative information

STAFF REPORT

Meeting Date: **JULY 9, 2020**

Subject:

Approve and Authorize the President/CEO to Execute a Sole Source Agreement with Runway Safe, Inc., for Engineered Material Arresting System Materials and On-Site Services at San Diego International Airport

Recommendation:

Adopt Resolution No. 2020-0073, approving and authorizing the President/CEO to execute a sole source agreement with Runway Safe, Inc., for Engineered Material Arresting System Materials and on-site services, in an amount not-to-exceed \$9,805,058, in support of Project No. 104281, Upgrade Energy Mass Arresting System (EMAS) at San Diego International Airport.

Background/Justification:

Capital Improvement Project No. 104281, Upgrade Energy Mass Arresting System (EMAS), is a San Diego County Regional Airport ("Airport") Authority ("Authority") Board ("Board") approved project in the FY2021 Capital Improvement Program ("CIP").

This project will replace a first generation EMAS bed installed in 2006 at the departure end of Runway 27 with the latest generation system which would provide a design life of 20 years. To support this project, approximately 5,208 EMASMAX brand EMAS blocks will be procured directly by the Authority from the manufacturer and provided to the construction contractor for installation. The procurement will include on-site support from the manufacturer during installation of the EMAS blocks by the construction contractor.

On January 15, 2020, the President/CEO made a finding that Safran Aerospace Arresting (formerly Engineered Arresting Systems Corporation, or ESCO), is the only currently know manufacturer of EMAS products that meets the requirements of FAA Advisory Circular 150/5220-22B, Engineered Materials Arresting Systems for Aircraft Overruns (Sole Source Justification attached as Exhibit A).

Public Contract Code 3400 provides that a sole source procurement is justified when:

"[T]he awarding authority, or its designee, makes a finding that is described in the invitation for bids or request for proposals that a particular material, product, thing, or service is designated by specific brand or trade name for any of the following purposes: (3) In order to obtain a necessary item that is only available from one source."

Similarly, Authority Policy 5.01(6), Sole Source Procurement, reads that a contract may be awarded without complying with the otherwise applicable competitive procedures under this policy when the Executive Director determines in writing that: (a) there is only one known source for the required supply, service or item. . . “

In February 2020, after issuance of the Sole Source Justification to the Authority’s Executive team, Runway Safe, Inc., acquired the EMASMAX product range from Safran Aerospace Arresting. Runway Safe, Inc., is the only currently known manufacturer of EMAS products that meets the requirements of FAA Advisory Circular 150/5220-22B, Engineered Materials Arresting Systems for Aircraft Overruns. For this reason, it is in the San Diego County Regional Airport Authority’s best interest to enter into an agreement with Runway Safe, Inc., for the purchase of materials, supplies, and equipment of the new EMAS blocks and on-site services. Authorization to allow the President/CEO to execute an agreement with the contractor, Runway Safe, Inc., is recommended in an amount not-to-exceed \$9,805,058.

Fiscal Impact:

Adequate funds for this sole source agreement for EMAS materials and on-site services are included within the Board adopted FY2021-FY2025 Capital Program Budget in Project No. 104281, Upgrade Energy Mass Arresting System. Sources of funding for this project include Passenger Facility Charges and the Major Maintenance fund.

Authority Strategies/Focus Areas:

This item supports one or more of the following *(select at least one under each area)*:

Strategies

- Community Strategy
- Customer Strategy
- Employee Strategy
- Financial Strategy
- Operations Strategy

Focus Areas

- Advance the Airport Development Plan
- Transform the Customer Journey
- Optimize Ongoing Business

Environmental Review:

A. CEQA: This Board action is for a project was approved for a California Environmental Quality Act ("CEQA") Categorical Exemption 15301- Existing Facilities - Class 1 and 15304 - Minor Alterations in the Condition of Land - Class 4 on April 14, 2020.

B. California Coastal Act Review: This Board action is for a project that received an approved Coastal Development Permit in 2005; the California Coastal Commission is reviewing an application for an amendment to the existing permit, B. California Coastal Act Review: This Board action is for a project that received an approved Coastal Development Permit in 2005; the California Coastal Commission is reviewing an application for an amendment to the existing permit, which will be granted prior to the commencement of any related site preparation or construction activities.

C. NEPA: This Board action is for a project that was approved as a Categorical Exclusion on March 20, 2020 by the Federal Aviation Administration ("FAA") under the National Environmental Policy Act ("NEPA").

Application of Inclusionary Policies:

Not Applicable

Prepared by:

BOB BOLTON
DIRECTOR, AIRPORT DESIGN & CONSTRUCTION

Interoffice Communication

Date: January 10, 2020

To: Kimberly J. Becker; President / Chief Executive Officer *KJB*

Via: Dennis Probst, Vice President; Development *D. Probst*

From: Robert Bolton, Director; Airport Design & Construction *R. Bolton*

Subject: Sole Source Justification

Background: Capital Improvement Project 104281 is an FAA-funded project that will replace and upgrade the existing Engineered Materials Arresting System (EMAS) at the west end of Runway 9/27. The EMAS blocks will be procured directly by the Airport Authority and provided to the construction contractor for installation.

Sole Source Justification: Engineered Arresting Systems Corporation (d/b/a Safran Aerosystems Arresting) and Runway Safe are currently the only two manufacturers of EMAS products that meet the requirements of FAA Advisory Circular 150/5220-22B, *Engineered Materials Arresting Systems for Aircraft Overruns*. The American Association of Airport Executives (AAAE) reports that Runway Safe has been prohibited from entering the U.S. market until September 2020, leaving Engineered Arresting Systems Corporation as the only source for EMAS products at this time.

Public Contract Code 3400 provides that a sole source procurement is justified when:

“[T]he awarding authority, or its designee, makes a finding that is described in the invitation for bids or request for proposals that a particular material, product, thing, or service is designated by specific brand or trade name for any of the following purposes:

...

(3) In order to obtain a necessary item that is only available from one source.”

Authority Policy 5.01 similarly provides as follows:

"(6) Sole Source Procurement. A contract may be awarded without complying with the otherwise applicable competitive procedures under this policy when the Executive Director determines in writing that: (a) there is only one known source for the required supply, service or item . . . "

APPROVAL:

Kimberly J. Becker

1/15/2020

Kimberly J. Becker, President / Chief Executive Officer

Date

- Cc: Dennis Probst, Vice President, Development
Angela Shafer-Payne, Vice President, Operations
Amy Gonzalez, General Counsel
Jana Vargas, Director, Procurement
MOT Michael D. Tilley, P.E., Sr. Program Manager, Airport Design & Construction
MR Michael Ross, Program Manager, Airport Design & Construction
SCS Susan Chesebro, Quality Control Manager, Airport Design & Construction
Matthew Beyer, Project Manager, Airport Design & Construction *MAB*
CIP 104281, 00080

Sole Source Justification Form

Sole Source: A unique service or item that is only available from a single source or one source is the only practical way to respond to overriding circumstances. The lack of planning is not an overriding circumstance.

This is a sole source because:

- There is only one known source because:
 - This is a sole provider of a licensed, copyrighted, or patented good or service.
 - This is a sole provider of items compatible with existing equipment or systems.
 - This is a sole provider of factory-authorized warranty service.
 - This is a sole provider of goods or services that perform the intended function or meet the specialized needs of the Authority (Please detail in an attachment).
- One source is the only practical way to respond to overriding circumstances that make compliance with competitive procedures under the Authority's policies not in the best interest of the Authority (Please detail in an attachment).

Please attach a memorandum to explain why the goods or services are not available elsewhere include names and phone numbers of firms contacted.

- Other brands/manufacturers considered
- Other suppliers considered
- Other (i.e., emergency)

<p>Describe the item or service, its function and the total cost estimate (if practical, separate labor and materials) in the space below or in a separate attached label: Description of Item or Service.</p>	
<p>Items are Engineered Materials Arresting System (EMAS) blocks for use with the replacement and upgrade of the existing EMAS at the west end of Runway 9/27. The EMAS blocks will be procured directly by the Airport Authority & provided to the construction contractor for installation. A rough order of magnitude cost for the EMAS blocks is \$9.3M. This cost includes approximately 5,208 EMASMAX brand EMAS blocks, all specific installation materials, Safran on-site supervision during installation & shipping to SAN. The number of EMAS blocks required & their cost will be refined during design development.</p>	
<p>DEPARTMENT CONTACT PERSON & TITLE</p> <p>Michael D. Tilley, MS, P.E., Sr. Program Manager</p>	
<p>DEPARTMENT NAME</p> <p>Airport Design & Construction</p>	<p>PHONE</p> <p>(619) 400-2624</p>
<p>REQUESTED SUPPLIER/CONSULTANT NAME</p> <p>Safran Aerosystems</p>	<p>SUPPLIER CONTACT PERSON</p> <p>Trip Thomas</p>
<p>SUPPLIER ADDRESS</p> <p>2239 High Hill Rd Logan TWP, NJ 08085</p>	<p>SUPPLIER CONTACT'S PHONE NUMBER</p> <p>(856) 241-8620 x4459 / (856) 759-3131</p>

The Authority's Policies 5.01(6) and 5.02(7) describe when sole sourcing is permitted. By signing below, Requestor acknowledges that he/she has read and understands the Authority's policy on sole source procurements.



 Signature of Requestor



 President/CEO Approval

01/13/2020

 Date

1/15/2020

 Date

RESOLUTION NO. 2020-0073

A RESOLUTION OF THE BOARD OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY, APPROVING AND AUTHORIZING THE PRESIDENT/CEO TO EXECUTE A SOLE SOURCE AGREEMENT WITH RUNWAY SAFE, INC., FOR ENGINEERED MATERIAL ARRESTING SYSTEM MATERIALS AND ON-SITE SERVICES, IN AN AMOUNT NOT-TO-EXCEED \$9,805,058, IN SUPPORT OF PROJECT NO. 104281, UPGRADE ENERGY MASS ARRESTING SYSTEM (EMAS) AT SAN DIEGO INTERNATIONAL AIRPORT

WHEREAS, Capital Improvement Project No. 104281, Upgrade Energy Mass Arresting System (EMAS), is a San Diego County Regional Airport (“Airport”) Authority (“Authority”) Board (“Board”) approved project in the FY2021 Capital Improvement Program (“CIP”); and

WHEREAS, this project will replace a first generation EMAS bed installed in 2006 at the departure end of Runway 27 with the latest generation system which would provide a design life of 20 years; and

WHEREAS, to support this project, approximately 5,208 EMASMAX brand EMAS blocks will be procured directly by the Authority from the manufacturer and provided to the construction contractor for installation; and

WHEREAS, the procurement will include on-site support from the manufacturer during installation of the EMAS blocks by the construction contractor; and

WHEREAS, on January 15, 2020, the President/CEO made a finding that Safran Aerospace Arresting (formerly Engineered Arresting Systems Corporation, or ESCO), is the only currently know manufacturer of EMAS products that meets the requirements of FAA Advisory Circular 150/5220-22B, Engineered Materials Arresting Systems for Aircraft Overruns; and

WHEREAS, Public Contract Code 3400 provides that a sole source procurement is justified when:

“[T]he awarding authority, or its designee, makes a finding that is described in the invitation for bids or request for proposals that a particular material, product, thing, or service is designated by specific brand or trade name for any of the following purposes: (3) In order to obtain a necessary item that is only available from one source.”; and

WHEREAS, similarly, Authority Policy 5.01(6), Sole Source Procurement, reads that a contract may be awarded without complying with the otherwise applicable competitive procedures under this policy when the Executive Director determines in writing that: (a) there is only one known source for the required supply, service or item. . . “; and

WHEREAS, in February 2020, after issuance of a Sole Source Justification memo to the Authority’s Executive team, Runway Safe, Inc., acquired the EMASMAX product range from Safran Aerospace Arresting (formerly Engineered Arresting Systems Corporation, or ESCO). Runway Safe, Inc., is currently the sole manufacturer of EMAS products that meet the requirements of FAA Advisory Circular 150/5220-22B, Engineered Materials Arresting Systems for Aircraft Overruns; and

WHEREAS, for this reason, it is in the San Diego County Regional Airport Authority’s best interest to enter into an agreement with Runway Safe, Inc., for the purchase of materials, supplies, and equipment of the new EMAS blocks and onsite services. Authorization to allow the President/CEO to execute an agreement with the contractor, Runway Safe, Inc., is recommended in an amount not-to-exceed \$9,805,058; and

WHEREAS, the San Diego County Regional Airport Authority Board (“Board”) finds it is in the best interest of the Authority to award an agreement to Runway Safe, Inc.

NOW, THEREFORE, BE IT RESOLVED that the Board approves and authorizes the President/CEO to execute a sole source agreement with Runway Safe, Inc.; for Engineered Material Arresting System materials and on-site services, in an amount not-to-exceed \$9,805,058, in support of the Project No. 104281, Upgrade Energy Mass Arresting System (EMAS) at San Diego International Airport; and

BE IT FURTHER RESOLVED that the Board authorizes the President/CEO or designee to execute and deliver such contract to Hazard Construction Company; and

BE IT FURTHER RESOLVED that the San Diego County Regional Airport Authority and its officers, employee, and agents are hereby authorized, empowered, and directed to do and perform such acts as may be necessary or appropriate in order to effectuate fully this resolution; and

BE IT FURTHER RESOLVED that the Board finds that this action is for a project was approved for a California Environmental Quality Act (“CEQA”) Categorical Exemption 15301- Existing Facilities - Class 1 and 15304 - Minor Alterations in the Condition of Land - Class 4 on April 14, 2020; and

BE IT FURTHER RESOLVED that the Board finds that this action is for a project that received an approved Coastal Development Permit in 2005; the California Coastal Commission is reviewing an application for an amendment to the existing permit., which will be granted prior to the commencement of any related site preparation or construction activities; and

BE IT FURTHER RESOLVED that the Board finds that this action is for a project that was approved as a Categorical Exclusion on March 20, 2020 by the Federal Aviation Administration (“FAA”) under the National Environmental Policy Act (“NEPA”).

PASSED, ADOPTED, AND APPROVED by the Board of the San Diego County Regional Airport Authority at a regular meeting this 9th day of July, 2020, by the following vote:

AYES: Board Members:

NOES: Board Members:

ABSENT: Board Members:

ATTEST:

TONY R. RUSSELL
DIRECTOR, BOARD SERVICES /
AUTHORITY CLERK

APPROVED AS TO FORM:

AMY GONZALEZ
GENERAL COUNSEL

STAFF REPORT

Meeting Date: **JULY 9, 2020**

Subject:

Approve and Authorize the Award of a Contract to Hazard Construction Company for Upgrade Energy Mass Arresting System (EMAS) at San Diego International Airport

Recommendation:

Adopt Resolution No. 2020-0074, awarding a contract to Hazard Construction Company, in the amount of \$2,414,650 for Project No. 104281, Upgrade Energy Mass Arresting System (EMAS) at San Diego International Airport.

Background/Justification:

Project No. 104281, Upgrade Energy Mass Arresting System (EMAS), is a San Diego County Regional Airport ("Airport") Authority ("Authority") Board ("Board") approved project in the FY2021 Capital Improvement Program ("CIP").

This project will replace a first generation EMAS bed installed in 2006 with the latest generation system which would provide a design life of 20 years. The EMAS is at the end of its projected 10-year useful life. On-going testing shows the bed to be at a marginal level on the performance band. In addition, the bed no longer meets the requirements for arresting the largest aircraft in regular operation at the airport (more than 500 operations per year) based on the current fleet mix, as well as continued increases in these operations, as projected in the SAN Aviation Activity Forecast Update approved by the Federal Aviation Administration (FAA) in April 2019.

The scope of work for this project includes removal and disposal of the existing EMAS blocks placed in 2006 to mitigate the overrun of aircraft beyond the departure end of Runway 27. The footprint of the new EMAS bed will be approximately 25% larger than the existing installation to provide arrestment for larger aircraft based on current and projected fleet mix at San Diego International Airport. The existing asphalt concrete support surface will be rehabilitated and extended 35-feet to the west. Work will also include relocation of FAA underground approach lighting power cables, installation of new concrete encased duct banks, and modifications to two Runway 9 approach light stations. Incidental improvements such as chevron markings and retro-reflective markers will be incorporated into the EMAS design. (Attachment A).

The required EMAS blocks will be procured directly by the Authority under a separate agreement and provided to the construction contractor for installation.

This opportunity was advertised on May 4, 2020, and sealed bids were opened on June 3, 2020. The following bids were received: (Attachment B)

Company	Total Bid
Hazard Construction Company	\$2,414,650
Granite Construction Company	\$3,251,251

Page 2 of 3

The Engineer's estimate for this project is \$2,514,600.

The low bid of \$2,414,650, is responsive, and Hazard Construction Company is considered responsible. Staff recommends award to Hazard Construction Company in the amount of \$2,414,650.

Fiscal Impact:

Adequate funds for Upgrade Energy Mass Arresting Systems (EMAS) are included within the Board adopted FY2021-FY2025 Capital Program Budget in Project No. 104281. Sources of funding for this project include Passenger Facility Charges and the Major Maintenance Fund.

Authority Strategies/Focus Areas:

This item supports one or more of the following (*select at least one under each area*):

Strategies

- Community Strategy Customer Strategy Employee Strategy Financial Strategy Operations Strategy

Focus Areas

- Advance the Airport Development Plan Transform the Customer Journey Optimize Ongoing Business

Environmental Review:

A. CEQA: This Board action is for a project was approved for a California Environmental Quality Act ("CEQA") Categorical Exemption 15301- Existing Facilities - Class 1 and 15304 - Minor Alterations in the Condition of Land - Class 4 on April 14, 2020.

B. California Coastal Act Review: This Board action is for a project that received an approved Coastal Development Permit in 2005; the California Coastal Commission is reviewing an application for an amendment to the existing permit, which will be granted prior to the commencement of any related site preparation or construction activities.

C. NEPA: This Board action is for a project that was approved as a Categorical Exclusion on March 20, 2020 by the Federal Aviation Administration ("FAA") under the National Environmental Policy Act ("NEPA").

Application of Inclusionary Policies:

The Authority has the following inclusionary programs and policy: a Disadvantaged Business Enterprise (DBE) Program, an Airport Concession Disadvantaged Business Enterprise (ACDBE) Program, and Policy 5.12. These programs and policy are intended to promote the inclusion of small, local, service disabled/veteran owned small businesses, historically underrepresented businesses and other business enterprises, on all contracts. Only one of the programs and policy named above can be used in any single contracting opportunity.

The Authority's DBE Program, as required by the U.S. Department of Transportation, 49 Code of Federal Regulations (CFR) Part 26, calls for the Authority to submit a triennial overall goal for DBE participation on all federally funded projects. When federal funds are utilized, the Authority is prohibited from using a program that provides a preference such as those used in Policy 5.12. Therefore, the Authority must utilize other means as provided in the DBE Plan to achieve participation.

This project utilizes federal funds; therefore, it will be applied toward the Authority's overall DBE goal. Hazard Construction did not propose a specific amount for DBE participation, however they anticipate including DBE participation to support the Authority's overall DBE goal.

Prepared by:

BOB BOLTON
DIRECTOR, AIRPORT DESIGN & CONSTRUCTION

CIP 104281 UPGRADE ENERGY MASS ARRESTING SYSTEM (EMAS)



BID TABULATION

Project Title: **Upgrade Energy Mass Arresting System**

CIP Number: **104281**

DATE/TIME BIDS OPENED: **June 3, 2020 at 2:00 pm**

ENGINEER'S ESTIMATE: \$ 2,514,600.00				ENGINEER'S ESTIMATE		1 Hazard Construction Company 10529 Vine Street Lakeside, CA 92040 Nationwide Mutual Insurance Company		2 Granite Construcion 5860 El Camino Real, Ste 200 Carlsbad, CA 92008 Travelers Casualty & Surety Company	
GUARANTEE OF GOOD FAITH:									
BID ITEM NO.	TITLE	QUANTITY	UNIT ITEM	UNIT PRICE (In Figures)	TOTAL (In Figures)	UNIT PRICE (In Figures)	TOTAL (In Figures)	UNIT PRICE (In Figures)	TOTAL (In Figures)
Bid Schedule A - GENERAL									
1	ALLOWANCE FOR PERMITS AND FEES (EXCLUDES DEWATERING AND DISPOSAL)	1	ALL	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00
2	ALLOWANCE FOR DEWATERING DISCHARGE FEES	1	ALL	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00
3	ALLOWANCE FOR ENVIRONMENTAL PROCEDURES	1	ALL	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00
4	ALLOWANCE FOR UNFORESEEN AND MISCELLANEOUS CONDITIONS	1	ALL	\$ 50,000.00	\$ 50,000.00	\$ 50,000.00	\$ 50,000.00	\$ 50,000.00	\$ 50,000.00
5	CONTRACTOR QUALITY CONTROL PROGRAM (CQCP)	1	LS	\$ 20,000.00	\$ 20,000.00	\$ 40,000.00	\$ 40,000.00	\$ 105,000.00	\$ 105,000.00
6	TEMPORARY POLLUTION CONTROL	1	LS	\$ 30,000.00	\$ 30,000.00	\$ 75,000.00	\$ 75,000.00	\$ 225,000.00	\$ 225,000.00
7	MOBILIZATION	1	LS	\$ 230,000.00	\$ 230,000.00	\$ 200,000.00	\$ 200,000.00	\$ 300,000.00	\$ 300,000.00
8	AIRFIELD CONSTRUCTION AREA CONTROL	1	LS	\$ 200,000.00	\$ 200,000.00	\$ 236,500.00	\$ 236,500.00	\$ 422,222.00	\$ 422,222.00
Total for Bid Schedule A				\$	590,000.00	\$	661,500.00	\$	1,162,222.00

Bid Schedule B - UPGRADE EMAS BASE BID									
BID ITEM NO.	TITLE	QUANTITY	UNIT ITEM	UNIT PRICE (In Figures)	TOTAL (In Figures)	UNIT PRICE (In Figures)	TOTAL (In Figures)	UNIT PRICE (In Figures)	TOTAL (In Figures)
1	PAVEMENT REMOVAL	700	SY	\$ 20.00	\$ 14,000.00	\$ 15.00	\$ 10,500.00	\$ 15.00	\$ 10,500.00
2	MILLING (1.5" DEPTH)	7900	SY	\$ 10.00	\$ 79,000.00	\$ 3.00	\$ 23,700.00	\$ 4.50	\$ 35,550.00
3	DEMOLITION OF EXISTING CONCRETE GRADE BEAM	1	LS	\$ 30,000.00	\$ 30,000.00	\$ 25,000.00	\$ 25,000.00	\$ 20,000.00	\$ 20,000.00
4	UNCLASSIFIED EXCAVATION	200	CY	\$ 110.00	\$ 22,000.00	\$ 120.00	\$ 24,000.00	\$ 190.00	\$ 38,000.00
5	BURN ASH REMOVAL	50	CY	\$ 100.00	\$ 5,000.00	\$ 85.00	\$ 4,250.00	\$ 77.00	\$ 3,850.00
6	CRUSHED AGGREGATE BASE COURSE	120	CY	\$ 250.00	\$ 30,000.00	\$ 75.00	\$ 9,000.00	\$ 210.00	\$ 25,200.00
7	GEOTEXTILE	675	SY	\$ 8.00	\$ 5,400.00	\$ 2.00	\$ 1,350.00	\$ 12.00	\$ 8,100.00
8	P-403 ASPHALT CONCRETE	1,100	TON	\$ 250.00	\$ 275,000.00	\$ 125.00	\$ 137,500.00	\$ 228.00	\$ 250,800.00
9	EMULSIFIED ASPHALT PRIME COAT	350	GAL	\$ 6.00	\$ 2,100.00	\$ 4.00	\$ 1,400.00	\$ 5.50	\$ 1,925.00
10	EMULSIFIED ASPHALT TACK COAT	925	GAL	\$ 6.00	\$ 5,550.00	\$ 4.00	\$ 3,700.00	\$ 5.00	\$ 4,625.00
11	CONCRETE GRADE BEAM INSTALLATION	1	LS	\$ 80,000.00	\$ 80,000.00	\$ 50,000.00	\$ 50,000.00	\$ 95,000.00	\$ 95,000.00
12	NON-REFLECTIVE PAVEMENT MARKING	5,600	SF	\$ 5.00	\$ 28,000.00	\$ 5.00	\$ 28,000.00	\$ 1.00	\$ 5,600.00
13	NO. 4/0 AWG, 600V, INSTALLED IN DUCT BANK OR CONDUIT	4,500	LF	\$ 9.00	\$ 40,500.00	\$ 10.00	\$ 45,000.00	\$ 10.00	\$ 45,000.00
14	NO. 2 AWG, 600V, INSTALLED IN DUCT BANK OR CONDUIT	16,400	LF	\$ 5.00	\$ 82,000.00	\$ 8.00	\$ 131,200.00	\$ 7.00	\$ 114,800.00
15	NO. 4 AWG, 600V, INSTALLED IN DUCT BANK OR CONDUIT	1,300	LF	\$ 4.00	\$ 5,200.00	\$ 5.00	\$ 6,500.00	\$ 5.00	\$ 6,500.00
16	NO. 6 AWG, 600V, INSTALLED IN DUCT BANK OR CONDUIT	250	LF	\$ 3.00	\$ 750.00	\$ 4.00	\$ 1,000.00	\$ 4.00	\$ 1,000.00
17	NO. 10 AWG, 600V, INSTALLED IN DUCT BANK OR CONDUIT	2,100	LF	\$ 2.50	\$ 5,250.00	\$ 3.00	\$ 6,300.00	\$ 3.00	\$ 6,300.00
18	INSTALLED IN DUCTBANK OR CONDUIT	11,000	LF	\$ 3.00	\$ 33,000.00	\$ 3.00	\$ 33,000.00	\$ 3.00	\$ 33,000.00
19	NO. 1/0 AWG, BARE COPPER GUARD WIRE	650	LF	\$ 9.00	\$ 5,850.00	\$ 10.00	\$ 6,500.00	\$ 10.00	\$ 6,500.00
20	DIRECT BURIED PVC COATED GRS CONDUIT, 1-WAY 2"	45	LF	\$ 40.00	\$ 1,800.00	\$ 60.00	\$ 2,700.00	\$ 61.00	\$ 2,745.00
21	CONCRETE ENCASED ELECTRICAL PVC CONDUIT, 1-WAY 2"	120	LF	\$ 50.00	\$ 6,000.00	\$ 60.00	\$ 7,200.00	\$ 61.00	\$ 7,320.00
22	CONCRETE ENCASED ELECTRICAL PVC DUCTBANK, 2-WAY 3"	200	LF	\$ 75.00	\$ 15,000.00	\$ 80.00	\$ 16,000.00	\$ 81.00	\$ 16,200.00
23	CONCRETE ENCASED ELECTRICAL PVC DUCTBANK, 6-WAY 3"	300	LF	\$ 125.00	\$ 37,500.00	\$ 170.00	\$ 51,000.00	\$ 173.00	\$ 51,900.00
24	CONDUIT OR DUCTBANK REMOVAL	575	LF	\$ 10.00	\$ 5,750.00	\$ 10.00	\$ 5,750.00	\$ 35.00	\$ 20,125.00
25	ELECTRICAL HANDHOLE 4x4'	1	EA	\$ 9,000.00	\$ 9,000.00	\$ 15,000.00	\$ 15,000.00	\$ 15,275.00	\$ 15,275.00
26	RETROREFLECTIVE MARKER	38	EA	\$ 25.00	\$ 950.00	\$ 200.00	\$ 7,600.00	\$ 203.00	\$ 7,714.00
27	RUNWAY 9 MALSR DEMOLITION	1	LS	\$ 25,000.00	\$ 25,000.00	\$ 10,000.00	\$ 10,000.00	\$ 14,500.00	\$ 14,500.00
28	RUNWAY 9 MALSR MODIFICATION	1	LS	\$ 75,000.00	\$ 75,000.00	\$ 40,000.00	\$ 40,000.00	\$ 41,000.00	\$ 41,000.00
29	RUNWAY 27 DEPARTURE END EMAS BED INSTALLATION	1	LS	\$ 850,000.00	\$ 850,000.00	\$ 750,000.00	\$ 750,000.00	\$ 700,000.00	\$ 700,000.00
30	REMOVE AND DISPOSE EXISTING EMAS BED	1	LS	\$ 150,000.00	\$ 150,000.00	\$ 300,000.00	\$ 300,000.00	\$ 500,000.00	\$ 500,000.00
Total for Bid Schedule B				\$	1,924,600.00	\$	1,753,150.00	\$	2,089,029.00

Total for (Bid Schedule A+B) \$ 2,514,600.00 \$ 2,414,650.00 \$ 3,251,251.00

ADDENDUM NO. NOTED BY BIDDERS ON THEIR SUBMITTED BID SCHEDULE:			
ADDENDUM NO. 1		Yes	Yes
ADDENDUM NO. 2		Yes	Yes
ADDENDUM NO. 3		Yes	Yes

CONTRACTOR's Submitted Bid Schedule Amount \$ 2,414,650.00 \$ 3,251,251.00

Policy 5.14 Points and Bid Adjustment Amount Table				7%
Low Bid Amt	\$	2,414,650.00		
Points	Bid Adjustment Amount Based on Low Bid or Max. \$200,000			
7 or 7%	\$169,025.50	7%	7	
6 or 6%	\$144,879.00	6%	6	
5 or 5%	\$120,732.50	5%	5	
4 or 4%	\$96,586.00	4%	4	
3 or 3%	\$72,439.50	3%	3	
2 or 2%	\$48,293.00	2%	2	
1 or 1%	\$24,146.50	1%	1	

Policy 5.14 Bid Adjustment Amount	
Points	0
Adjustment Amount	
(Enter Amount from Table Based on Number of	
	\$2,414,650.00

Policy 5.14 Bid Adjustment Amount	
Points	0
Adjustment Amount	
(Enter Amount from Table Based on Number of	
	\$3,251,251.00

- Distribution: Project Bid Review Checklist (Original)
 Staff Report
 ADC Estimator (Excel File)
 Director, Small Business (PDF copy)
 Program Coordinator, Small Business (PDF copy)
 Project Procurement Analyst (PDF copy)

RESOLUTION NO. 2020-0074

A RESOLUTION OF THE BOARD OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY, AWARDING A CONTRACT TO HAZARD CONSTRUCTION COMPANY, IN THE AMOUNT OF \$2,414,650 FOR PROJECT NO. 104281, UPGRADE ENERGY MASS ARRESTING SYSTEM (EMAS) AT SAN DIEGO INTERNATIONAL AIRPORT

WHEREAS, Project No. 104281, Upgrade Energy Mass Arresting System (EMAS), is a San Diego County Regional Airport ("Airport") Authority ("Authority") Board ("Board") approved project in the FY2021 Capital Improvement Program ("CIP"); and

WHEREAS, this project will replace a first generation EMAS bed installed in 2006 with the latest generation system which would provide a design life of 20 years; and

WHEREAS, the EMAS is at the end of its projected 10-year useful life;

WHEREAS, on-going testing shows the bed to be at a marginal level on the performance band; and

WHEREAS, the bed no longer meets the requirements for arresting the largest aircraft in regular operation at the airport (more than 500 operations per year) based on the current fleet mix, as well as continued increases in these operations, as projected in the SAN Aviation Activity Forecast Update approved by the Federal Aviation Administration (FAA) in April 2019; and

WHEREAS, the scope of work for this project includes removal and disposal of existing EMAS blocks placed in 2006 to mitigate the overrun of aircraft beyond the departure end of Runway 27; and

WHEREAS, the footprint of the new EMAS bed will be approximately 25% larger than the existing installation to provide arrestment for larger aircraft based on current and projected fleet mix and San Diego International Airport; and

WHEREAS, the existing asphalt concrete support surface will be rehabilitated and extended 35-feet to the west; and

WHEREAS, work will included relocation of FAA underground approach lighting power cables, installation of new concrete encased duct banks, and modifications to two Runway 9 approach light stations; and

WHEREAS, incidental improvements such as chevron markings and retro-reflective markers will be incorporated into the EMAS design; and

WHEREAS, the required EMAS blocks will be procured directly by the Authority under a separate agreement and provided to the construction contractor for installation; and

WHEREAS, the Request for Bids for this project was advertised on May 4, 2020; and

WHEREAS, on June 3, 2020, the Authority opened sealed bids received in response to the Bid Solicitation Package; and

WHEREAS, the low bidder, Hazard Construction Company, submitted a bid in the amount of \$2,414,650; and

WHEREAS, the Authority staff has duly considered Hazard Construction Company's bid, and has determined Hazard Construction Company, is responsible and that its bid is responsive in all material respects; and

WHEREAS, the Board believes that it is in the best interest of the Authority and the public that it serves to award Hazard Construction Company the contract for Project No. 104281, Upgrade Energy Mass Arresting System (EMAS), upon the terms and conditions set forth in the Bid Solicitation Package.

NOW, THEREFORE, BE IT RESOLVED that the Board hereby awards a contract to Hazard Construction Company, in the amount of \$2,414,650, for Project No. 104281, Upgrade Energy Mass Arresting System (EMAS) at San Diego International Airport; and

BE IT FURTHER RESOLVED that the Board authorizes the President/CEO or designee to execute and deliver such contract to Hazard Construction Company; and

BE IT FURTHER RESOLVED that the San Diego County Regional Airport Authority and its officers, employee, and agents are hereby authorized, empowered, and directed to do and perform such acts as may be necessary or appropriate in order to effectuate fully this resolution; and

BE IT FURTHER RESOLVED that the Board finds that this action is for a project was approved for a California Environmental Quality Act ("CEQA") Categorical Exemption 15301- Existing Facilities - Class 1 and 15304 - Minor Alterations in the Condition of Land - Class 4 on April 14, 2020; and

BE IT FURTHER RESOLVED that the Board finds that this action is for a project that received an approved Coastal Development Permit in 2005; the California Coastal Commission is reviewing an application for an amendment to the existing permit, which will be granted prior to the commencement of any related site preparation or construction activities.

BE IT FURTHER RESOLVED that the Board finds that this action is for a project that was approved as a Categorical Exclusion on March 20, 2020 by the Federal Aviation Administration ("FAA") under the National Environmental Policy Act ("NEPA").

PASSED, ADOPTED, AND APPROVED by the Board of the San Diego County Regional Airport Authority at a regular meeting this 9th day of July, 2020, by the following vote:

AYES: Board Members:

NOES: Board Members:

ABSENT: Board Members:

ATTEST:

TONY R. RUSSELL
DIRECTOR, BOARD SERVICES /
AUTHORITY CLERK

APPROVED AS TO FORM:

AMY GONZALEZ
GENERAL COUNSEL

STAFF REPORT

Meeting Date: **JULY 9, 2020**

Subject:

Approve and Authorize the Award of a Contract to Granite Construction Company for Rehabilitate Apron Pavement at San Diego International Airport

Recommendation:

Adopt Resolution No. 2020-0075, awarding a contract to Granite Construction Company, in the amount of \$3,636,636 for Project No. 104278, Rehabilitate Apron Pavement at San Diego International Airport.

Background/Justification:

Project No. 104278, Rehabilitate Apron Pavement, is a San Diego County Regional Airport (“Airport”) Authority (“Authority”) Board (“Board”) approved project in the FY2021 Capital Improvement Program (“CIP”).

This project will provide for the rehabilitation of approximately 1.7 million square feet of existing concrete pavement at Terminal 2. In January 2020, the Authority performed a detailed assessment of the existing apron to develop a repair plan to improve long-term pavement performance. The Rehabilitate Apron Pavement project will perform the recommended repairs, including joint sealant removal and resealing, concrete spall and crack repair, concrete grinding, and pavement marking in repair areas. Work areas include parking gates 20 through 42, adjacent taxi lanes, and the southern edge of Taxiway B between Taxiway B8 and Taxiway B10. (Attachment A).

This opportunity was advertised on April 30, 2020, and sealed bids were opened on June 5, 2020. The following bids were received: (Attachment B)

Company	Total Bid
Granite Construction Company	\$3,636,636
Hazard Construction Company	\$3,774,100
Myers-George Reed	\$5,254,100

The Engineer’s estimate for this project is \$4,706,328.

The low bid of \$3,636,636, is responsive, and Granite Construction Company is considered responsible. Staff recommends award to Granite Construction Company, in the amount of \$3,636,636.

Fiscal Impact:

Adequate funds for Rehabilitate Apron Pavement are included within the Board adopted FY2021-FY2025 Capital Program Budget in Project No. 104278. Sources of funding for this project include Airport Improvement Program (AIP).

Authority Strategies/Focus Areas:

This item supports one or more of the following (*select at least one under each area*):

Strategies

- Community Strategy Customer Strategy Employee Strategy Financial Strategy Operations Strategy

Focus Areas

- Advance the Airport Development Plan Transform the Customer Journey Optimize Ongoing Business

Environmental Review:

A. CEQA: This Board action is for a project that is consistent with the California Environmental Quality Act ("CEQA") Categorical Exemption 15301 - Existing Facilities - Class 1 and 15302 - Replacement or Reconstruction - Class 2.

B. California Coastal Act Review: This Board action is not a "development" as defined by the California Coastal Act. Cal. Pub. Res. Code §30106.

C. NEPA: This Board action is a project that involves approvals or actions by the Federal Aviation Administration ("FAA") and, therefore, also requires review under the National Environmental Policy Act ("NEPA") for its potential environmental impacts. The FAA issued a Categorical Exclusion under NEPA on May 16, 2019 for this project.

Application of Inclusionary Policies:

The Authority has the following inclusionary programs and policy: a Disadvantaged Business Enterprise (DBE) Program, an Airport Concession Disadvantaged Business Enterprise (ACDBE) Program, and Policy 5.12. These programs and policy are intended to promote the inclusion of small, local, service disabled/veteran owned small businesses, historically underrepresented businesses and other business enterprises, on all contracts. Only one of the programs and policy named above can be used in any single contracting opportunity.

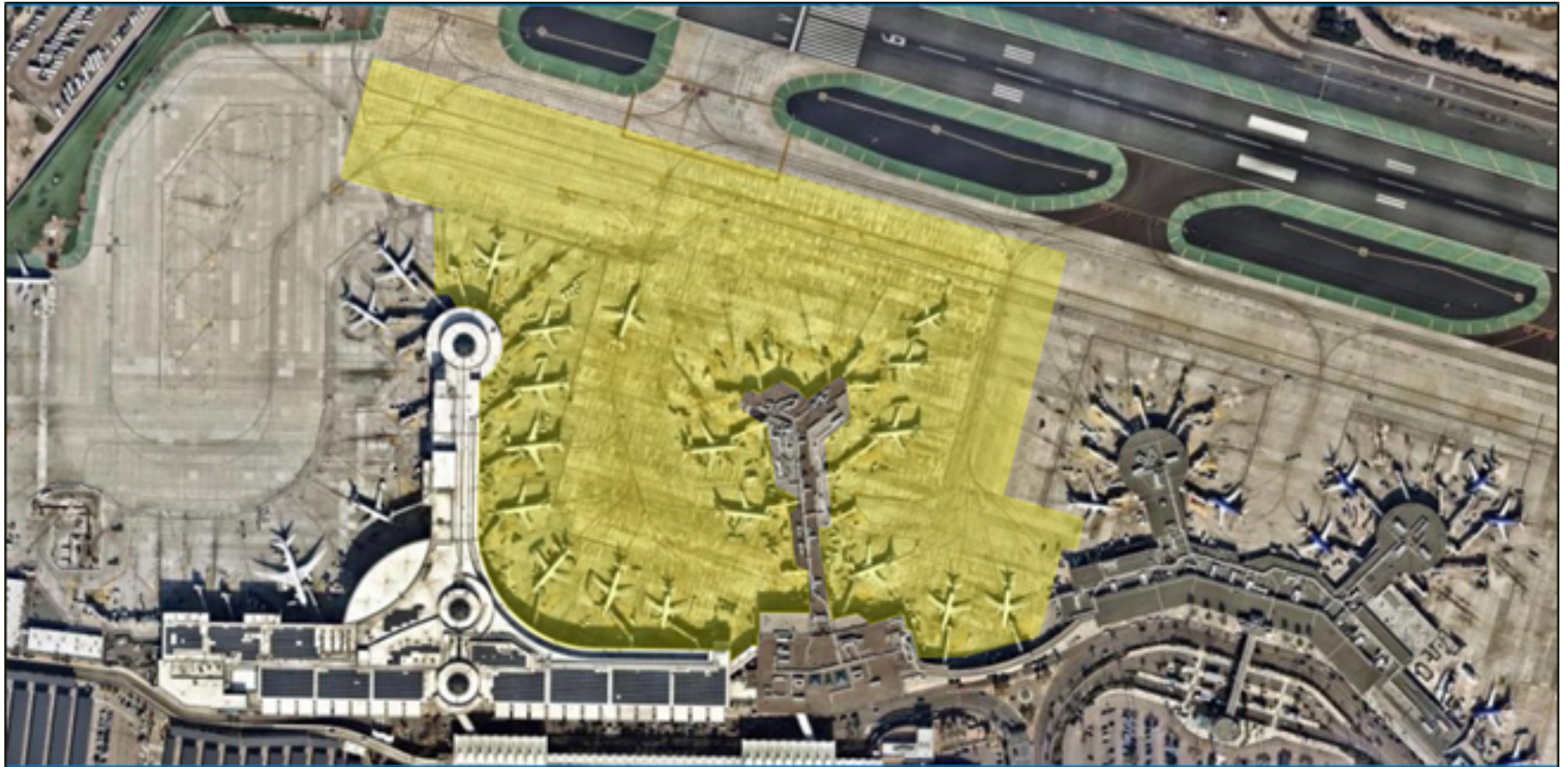
The Authority's DBE Program, as required by the U.S. Department of Transportation, 49 Code of Federal Regulations (CFR) Part 26, calls for the Authority to submit a triennial overall goal for DBE participation on all federally funded projects. When federal funds are utilized, the Authority is prohibited from using a program that provides a preference such as those used in Policy 5.12. Therefore, the Authority must utilize other means as provided in the DBE Plan to achieve participation.

This project utilizes federal funds; therefore, it will be applied toward the Authority's overall DBE goal. Granite Construction proposed 1.47% DBE participation on the Rehabilitate Apron Pavement contract.

Prepared by:

BOB BOLTON
DIRECTOR, AIRPORT DESIGN & CONSTRUCTION

ATTACHMENT A



ATTACHMENT B

Project Title: **Rehabilitate Apron Pavement**

CIP Number: **104278**

DATE/TIME BIDS OPENED: **June 5, 2020 at 2:00 pm**

ENGINEER'S ESTIMATE: \$ 4,706,328.00				ENGINEER'S ESTIMATE		1 Granite Construction Company		2 Hazard Construction Company		3 Myers-George Reed	
GUARANTEE OF GOOD FAITH:						Travelers Casualty and Surety Company of America		Nationwide Mutual Insurance Company		Western Surety Company	
BID ITEM NO.	TITLE	QUANTITY	UNIT ITEM	UNIT PRICE (In Figures)	TOTAL (In Figures)	UNIT PRICE (In Figures)	TOTAL (In Figures)	UNIT PRICE (In Figures)	TOTAL (In Figures)	UNIT PRICE (In Figures)	TOTAL (In Figures)
Bid Schedule A - Base Bid											
1	Allowance for Unforeseen and Miscellaneous Conditions	1	AL	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00
2	Contractor Quality Control Program (CQCP)	1	LS	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 5,000.00	\$ 5,000.00	\$ 15,000.00	\$ 15,000.00
3	Airfield Construction Area Control	1	LS	\$ 250,000.00	\$ 250,000.00	\$ 437,436.00	\$ 437,436.00	\$ 397,000.00	\$ 397,000.00	\$ 250,000.00	\$ 250,000.00
4	Erosion Control	1	LS	\$ 25,000.00	\$ 25,000.00	\$ 400,000.00	\$ 400,000.00	\$ 100,000.00	\$ 100,000.00	\$ 20,000.00	\$ 20,000.00
5	Mobilization (10% Max)	1	LS	\$ 427,848.00	\$ 427,848.00	\$ 340,000.00	\$ 340,000.00	\$ 375,000.00	\$ 375,000.00	\$ 500,000.00	\$ 500,000.00
6	Joint Resealing	267,000	LF	\$ 12.24	\$ 3,268,080.00	\$ 7.75	\$ 2,069,250.00	\$ 9.50	\$ 2,536,500.00	\$ 15.50	\$ 4,138,500.00
7	Crack Repair	440	LF	\$ 20.40	\$ 8,976.00	\$ 45.00	\$ 19,800.00	\$ 15.00	\$ 6,600.00	\$ 10.00	\$ 4,400.00
8	Concrete Spall Repair (Type 2)	650	SF	\$ 824.68	\$ 536,042.00	\$ 180.00	\$ 117,000.00	\$ 250.00	\$ 162,500.00	\$ 225.00	\$ 146,250.00
9	Grinding	1,330	SF	\$ 20.40	\$ 27,132.00	\$ 55.00	\$ 73,150.00	\$ 50.00	\$ 66,500.00	\$ 15.00	\$ 19,950.00
10	Pavement Marking	5,000	SF	\$ 7.65	\$ 38,250.00	\$ 11.00	\$ 55,000.00	\$ 5.00	\$ 25,000.00	\$ 12.00	\$ 60,000.00
Total for Bid Schedule A				\$	4,706,328.00	\$	3,636,636.00	\$	3,774,100.00	\$	5,254,100.00

ADDENDUM NO. NOTED BY BIDDERS ON THEIR SUBMITTED BID SCHEDULE:				
Addendum No. 1			Yes	
Addendum No. 2			Yes	
Addendum No. 3			Yes	

CONTRACTOR'S Submitted Bid Schedule Amount \$ 3,636,636.00 \$ 3,774,100.00 \$ 5,254,100.00

Policy 5.14 Points and Bid Adjustment Amount Table				7%
Low Bid Amt	\$	3,636,636.00		
Points	Bid Adjustment Amount Based on Low Bid or Max. \$200,000			
7 or 7%	\$254,564.52		7%	7
6 or 6%	\$218,198.16		6%	6
5 or 5%	\$181,831.80		5%	5
4 or 4%	\$145,465.44		4%	4
3 or 3%	\$109,099.08		3%	3
2 or 2%	\$72,732.72		2%	2
1 or 1%	\$36,366.36		1%	1

Policy 5.14 Bid Adjustment Amount		Policy 5.14 Bid Adjustment Amount		Policy 5.14 Bid Adjustment Amount	
Points	Adjustment Amount	Points	Adjustment Amount	Points	Adjustment Amount
0		0		0	
(\$3,636,636.00)		(\$3,774,100.00)		(\$5,254,100.00)	

- Distribution: Project Bid Review Checklist (Original)
 Staff Report
 ADC Estimator (Excel File)
 Director, Small Business (PDF copy)
 Program Coordinator, Small Business (PDF copy)
 Project Procurement Analyst (PDF copy)

RESOLUTION NO. 2020-0075

A RESOLUTION OF THE BOARD OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY, AWARDING A CONTRACT TO GRANITE CONSTRUCTION COMPANY, IN THE AMOUNT OF \$3,636,636 FOR PROJECT NO. 104278, REHABILITATE APRON PAVEMENT AT SAN DIEGO INTERNATIONAL AIRPORT

WHEREAS, Project No. 104278, Rehabilitate Pavement Apron, is a San Diego County Regional Airport ("Airport") Authority ("Authority") Board ("Board") approved project in the FY2021 Capital Improvement Program ("CIP"); and

WHEREAS, this project will provide for the rehabilitation of approximately 1.7 million square feet of existing concrete pavement at Terminal 2; and

WHEREAS, in January 2020, the Authority performed a detailed assessment of the existing apron to develop a repair plan to improve long-term pavement performance; and

WHEREAS, the Rehabilitate Apron Pavement project will perform the recommended repairs, including joint sealant removal and resealing, concrete spall and crack repair, concrete grinding, and pavement marking in repair areas; and

WHEREAS, work areas include parking gates 20 through 42, adjacent taxi lanes, and the southern edge of Taxiway B between Taxiway B8 and Taxiway B10; and

WHEREAS, the Request for Bids for this project was advertised on April 30, 2020; and

WHEREAS, on June 5, 2020, the Authority opened sealed bids received in response to the Bid Solicitation Package; and

WHEREAS, the low bidder, Granite Construction Company, submitted a bid in the amount of \$3,636,636; and

WHEREAS, the Authority staff has duly considered Granite Construction Company's bid, and has determined Granite Construction Company, is responsible and that its bid is responsive in all material respects; and

WHEREAS, the Board believes that it is in the best interest of the Authority and the public that it serves to award Granite Construction Company the contract for Project No. 104278, Rehabilitate Apron Pavement, upon the terms and conditions set forth in the Bid Solicitation Package.

NOW, THEREFORE, BE IT RESOLVED that the Board hereby awards a contract to Granite Construction Company, in the amount of \$3,636,636, for Project No. 104278, Rehabilitate Apron Pavement at San Diego International Airport; and

BE IT FURTHER RESOLVED that the Board authorizes the President/CEO or designee to execute and deliver such contract to Granite Construction Company; and

BE IT FURTHER RESOLVED that the San Diego County Regional Airport Authority and its officers, employee, and agents are hereby authorized, empowered, and directed to do and perform such acts as may be necessary or appropriate in order to effectuate fully this resolution; and

BE IT FURTHER RESOLVED that the Board finds that this action is determined to be consistent with a California Environmental Quality Act ("CEQA") Categorical Exemption 15301 - Existing Facilities - Class 1 and 15302 - Replacement or Reconstruction - Class 2; and

BE IT FURTHER RESOLVED that the Board finds that this action is not a "development" as defined by the California Coastal Act (California Public Resources Code §30106); and

BE IT FURTHER RESOLVED that the Board finds that this action is a project that involves additional approvals or actions by the Federal Aviation Administration ("FAA") and, therefore, based on National Environmental Policy Act ("NEPA") requirements, received FAA approval of a Categorical Exclusion on May 16, 2019 for the project.

PASSED, ADOPTED, AND APPROVED by the Board of the San Diego County Regional Airport Authority at a regular meeting this 9th day of July, 2020, by the following vote:

AYES: Board Members:

NOES: Board Members:

ABSENT: Board Members:

ATTEST:

TONY R. RUSSELL
DIRECTOR, BOARD SERVICES /
AUTHORITY CLERK

APPROVED AS TO FORM:

AMY GONZALEZ
GENERAL COUNSEL

SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY

Item No.
8

STAFF REPORT

Meeting Date: **July 9, 2020**

Subject:

Approve and Authorize the President/CEO to Award a Purchase Order for Cisco Hardware and Maintenance Services

Recommendation:

Adopt Resolution No. 2020-0076, approving and authorizing the President/CEO to award a Purchase Order to Logicalis, Inc. to provide network hardware and maintenance services in support of the approved AVSEC Network Redesign Capital Improvement Project 104254.

Background/Justification:

The Authority has a need to replace the network infrastructure for the Aviation and Security (AVSEC) and airport network. The network equipment is 10+ years old and is out of warranty and support life. This project will provide network redundancy and enhance cybersecurity by utilizing the latest security controls present in newer equipment and industry best practices. A reliable and secure network mitigates operational, safety and cybersecurity impacts due to failure of unsupported network equipment.

In June 2019, Airport Design and Construction (ADC) engaged one of the Authority's pre-approved on-call firms (STANTEC) to assist with the Airport's Network redesign project. STANTEC working with I&TS Network Consulting firm e-Plus and Cisco completed an extensive network analysis of the existing SAN network. A complete plan for the network replacement was completed in February 2020. The redesign included expansion and capabilities analysis and a complete new network design was delivered. The Bill of Materials for that design was submitted for a public procurement.

On May 14, 2020, the Authority issued a Request for Bids (RFB) for the purchase of Cisco Network Equipment and Maintenance Support Services. Notice of the RFB was advertised in the San Diego Daily Transcript and on the Planet Bids website.

Submitted Bids: The Authority received three (3) competitive bids on June 16, 2020. Bids were received from Logicalis, Inc. (Logicalis), NetXperts, Inc. (NetXperts), and Presidio Networked Solutions (Presidio). Of the 3 bids received, two (2) were considered non-responsive.

NetXperts was the apparent low bidder, but after further review of the bid items and validation of the minimum requirements, NetXperts' bid package was determined to be incomplete. Presidio failed to submit a complete "Attachment C – Bid Quote" by the specified due date and time and was determined to be incomplete.

The next lowest responsible bidder is Logicalis, which met all minimum requirements.

Recommendation: Award a purchase order to Logicalis for a not-to-exceed amount of Seven Million Four Hundred and Twenty-Nine Thousand Two Hundred and Eighty Dollars and Thirty-Three Cents (\$7,429,280.33).

Fiscal Impact:

Adequate funding for the capital costs associated with this purchase order is included the AVSEC Network Redesign Capital Improvement Program Project Number 104254. Source of funds for this project are General Airport Revenue Bonds (GARB).

Adequate funding for the maintenance and support services expenses of this purchase order is included in the FY2021 Operating Budget and FY 2022 Conceptual Budget within the 'Repairs Office Equipment and Systems - Maintenance Agreements' line item. Funding for the subsequent years of the agreement will be included in the department's future operating budgets.

Authority Strategies/Focus Areas:

This item supports one or more of the following (*select at least one under each area*):

Strategies

- Community Strategy
- Customer Strategy
- Employee Strategy
- Financial Strategy
- Operations Strategy

Focus Areas

- Advance the Airport Development Plan
- Transform the Customer Journey
- Optimize Ongoing Business

Environmental Review:

A. CEQA: This Board action is not a project that would have a significant effect on the environment as defined by the California Environmental Quality Act ("CEQA"), as amended. 14 Cal. Code Regs. §15378. This Board action is not a "project" subject to CEQA. Cal. Pub. Res. Code §21065.

B. California Coastal Act Review: This Board action is not a "development" as defined by the California Coastal Act. Cal. Pub. Res. Code §30106.

C. NEPA: This Board action is not a project that involves additional approvals or actions by the Federal Aviation Administration ("FAA") and, therefore, no formal review under the National Environmental Policy Act ("NEPA") is required.

Application of Inclusionary Policies:

The Authority has the following inclusionary programs/policies: a Disadvantaged Business Enterprise (DBE) Program, an Airport Concession Disadvantaged Business Enterprise (ACDBE) Program and Policy 5.12. These programs/policy are intended to promote the inclusion of small, local, veteran owned small businesses, historically underrepresented businesses and other business enterprises, on all contracts. Only one of the programs/policy named above can be used in any single contracting opportunity.

This contract does not utilize federal funds and provides limited opportunities for sub-contractor participation; therefore; at the option of the Authority, Policy 5.12 was applied to promote the participation of qualified small businesses. Policy 5.12 provides a preference of up to seven percent (7%) to small businesses in the award of selected Authority contracts. When bid price is the primary selection criteria, the maximum amount of the preference cannot exceed \$200,000. The preference is only applied in measuring the bid. The final contract award is based on the amount of the original bid.

In accordance to Policy 5.12, the recommended firm Logicalis did not receive the small business preference.

Prepared by:

JESSICA BISHOP
DIRECTOR, INFORMATION & TECHNOLOGY SERVICES DEPARTMENT

RESOLUTION NO. 2020-0076

A RESOLUTION OF THE BOARD OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY, APPROVING AND AUTHORIZING THE PRESIDENT/CEO TO AWARD A PURCHASE ORDER TO LOGICALIS, INC. TO PROVIDE NETWORK HARDWARE AND MAINTENANCE SERVICES IN SUPPORT OF THE APPROVED AVSEC NETWORK REDESIGN CAPITAL IMPROVEMENT PROJECT 104254

WHEREAS, the Authority has a need for network hardware and maintenance support services; and

WHEREAS, in June 2019 Airport Design and Construction (ADC) engaged one of the Authority's pre-approved on-call firms (STANTEC) to assist with the Airport's Network redesign project. STANTEC working with I&TS Network Consulting firm e-Plus and Cisco completed an extensive network analysis of the existing SAN network. A complete plan for the network replacement was completed in February 2020. The redesign included expansion and capabilities analysis and a complete new network design was delivered. The Bill of Materials for that design was submitted for a public procurement; and

WHEREAS, on May 14, 2020, the Authority issued a Request for Bids (RFB) for the purchase of Cisco Network Equipment and Maintenance Support Services; and

WHEREAS, the Authority received 3 responses to the RFB, of the 3 bids received, two (2) were considered non-responsive; and

WHEREAS, after evaluation of all bids received, it was determined that Logicalis, Inc., met all minimum requirements; and

WHEREAS, Authority staff recommends that the Board approve and authorize the President/CEO to award a purchase order agreement, to Logicalis, Inc., for a not-to-exceed amount of Seven Million Four Hundred and Twenty-Nine Thousand Two Hundred and Eighty Dollars and Thirty-Three Cents (\$7,429,280.33).

NOW, THEREFORE, BE IT RESOLVED that the Board hereby approves the award of a purchase order to Logicalis, Inc., for the purchase of network hardware and maintenance support services; and

BE IT FURTHER RESOLVED that the Board hereby approves and AUTHORIZES the President/CEO to execute a purchase order with Logicalis, Inc., in an amount not-to-exceed of 7,429,280.33 for the purchase of network hardware and maintenance support services; and

BE IT FURTHER RESOLVED that the Authority and its officers, employees, and agents hereby are authorized, empowered, and directed to do and perform all such acts as may be necessary or appropriate in order to effectuate fully the foregoing resolution; and

BE IT FURTHER RESOLVED that the Board finds that this action is not a "project" as defined by the California Environmental Quality Act ("CEQA") (California Public Resources Code §21065); and

BE IT FURTHER RESOLVED that the Board finds that this action is not a "development" as defined by the California Coastal Act (California Public Resources Code §30106); and

BE IT FURTHER RESOLVED that the Board finds that this action is not a project that involves additional approvals or actions by the Federal Aviation Administration ("FAA") and, therefore, no formal review under the National Environmental Policy Act ("NEPA") is required.

PASSED, ADOPTED, AND APPROVED by the Board of the San Diego County Regional Airport Authority at a regular meeting this 9th day of July, 2020, by the following vote:

AYES: Board Members:

NOES: Board Members:

ABSENT: Board Members:

ATTEST:

TONY R. RUSSELL
DIRECTOR, BOARD SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:

AMY GONZALEZ
GENERAL COUNSEL

STAFF REPORT

Meeting Date: **JULY 9, 2020**

Subject:

Award a Contract to S&L Specialty Construction, Inc. for Quieter Home Program Phase 10, Group 8, Project No. 381008 Fifty-One (51) Non-Historic Single-Family and Multi-Family Units on Fifty (50) Residential Properties Located East and West of the San Diego International Airport

Recommendation:

Adopt Resolution No. 2020-0077, awarding a contract to S&L Specialty Construction, Inc. in the amount of \$1,744,756.23 for Phase 10, Group 8, Project No. 381008, of the San Diego County Regional Airport Authority's ("Authority") Quieter Home Program.

Background/Justification:

The Authority's Quieter Home Program ("Program") provides sound attenuation treatment to residences within the highest noise-impacted neighborhoods surrounding San Diego International Airport ("SDIA"). This contract for Phase 10, Group 8, project number 381008 includes installation of new acoustical windows, doors, and ventilation improvements to reduce aircraft-related noise levels and provide sound attenuation to fifty-one (51) non-historic single-family and multi-family units on fifty (50) residential properties located east and west of the Airport (refer to Attachment A).

To date, the Program has completed 4,360 residences, of which 996 are historic and 3,364 are non-historic. 2,768 residences are located west of SDIA and 1,592 are located east of SDIA.

Project No. 381008 was advertised on April 30, 2020, and bids were opened on June 1, 2020. The following bids were received (refer to Attachment B):

Company	Total Bid
S&L Specialty Construction, Inc.	\$1,744,756.23
G&G Specialty Contractors, Inc.	\$1,815,722.23

The Engineer's estimate is \$1,810,594.38.

The low bid of \$1,744,756.23 is considered responsive and S&L Specialty Construction, Inc. is considered responsible. Award to S&L Specialty Construction, Inc. is, therefore, recommended in the amount of \$1,744,756.23

Fiscal Impact:

Adequate funds for the contract with S&L Specialty Construction, Inc. are included in the adopted FY 2021 and conceptual FY 2022 Operating Expense Budgets within the Quieter Home Program budget line item. Sources of funding include federal Airport Improvement Program grants and Passenger Facility Charges.

Authority Strategies/Focus Areas:

This item supports one or more of the following (*select at least one under each area*):

Strategies

- Community Strategy Customer Strategy Employee Strategy Financial Strategy Operations Strategy

Focus Areas

- Advance the Airport Development Plan Transform the Customer Journey Optimize Ongoing Business

Environmental Review:

- A. CEQA. This Board action is a “project” subject to the California Environmental Quality Act (“CEQA”), Pub. Res. Code §21065. The individual projects under the Quieter Home Program are part of a class of projects that are categorically exempt from CEQA: 14 Cal. Code Regs. §15301 – “Existing Facilities: Class 1 consists of the operation, repair, maintenance, permitting, leasing, licensing, or minor alteration of existing public or private structures, facilities, mechanical equipment, or topographical features, involving negligible or no expansion of use beyond that existing at the time of the lead agency’s determination.”
- B. California Coastal Act. This Board action is a “development” as defined by the California Coastal Act, Cal. Pub. Res. Code §30106. The individual projects under the Quieter Home Program will consist of treatments to single-family and multi-family dwellings. Improvements to single-family homes are exempt from coastal permit requirements under Cal. Pub. Res. Code §30610(a) and 14 Cal. Code Regs. §13250 – “Improvements to Single-Family Residences.” The proposed improvements to multi-family residences are exempt from coastal permit requirements under Cal. Pub. Res. Code §30610(b) and 14 Cal. Code Regs. §13253 – “Improvements to Structures Other than Single-Family Residences and Public Works Facilities that Require Permits.”
- C. NEPA: This Board action is a project that involves approvals or actions by the Federal Aviation Administration (“FAA”) and, therefore, also requires review under the National Environmental Policy Act (“NEPA”) for its potential environmental impacts. The FAA issued a Categorical Exclusion under NEPA on December 29, 2015 for these Quieter Home Program projects.

Application of Inclusionary Policies:

The Authority has the following inclusionary programs/policies: a Disadvantaged Business Enterprise (DBE) Program, an Airport Concession Disadvantaged Business Enterprise (ACDBE) Program, and Policy 5.12. These programs/policy are intended to promote the inclusion of small, local, service disabled/veteran owned small businesses, historically underrepresented businesses, and other business enterprises, on all contracts. Only one of the programs/policy named above can be used in any single contracting opportunity.

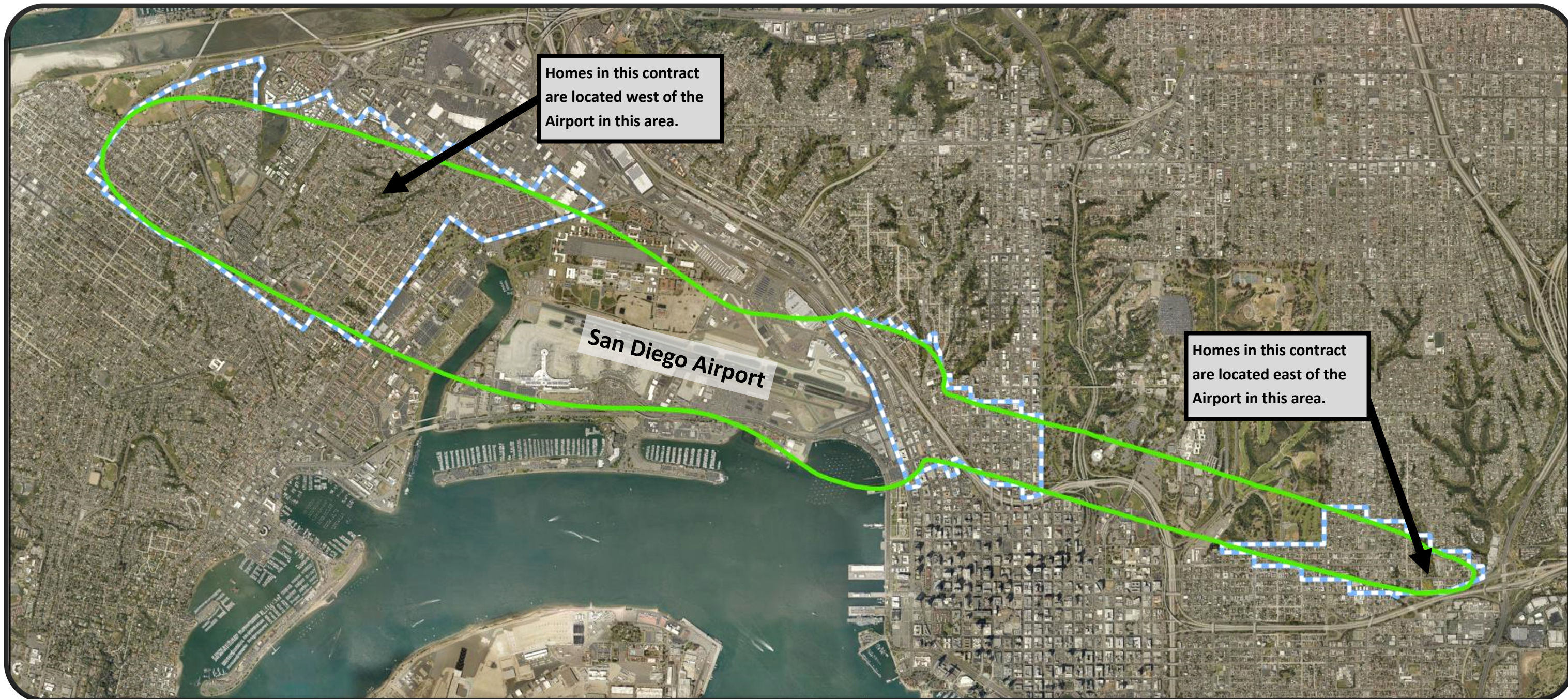
The Authority's DBE Program, as required by the U.S. Department of Transportation, 49 Code of Federal Regulations (CFR) Part 26, calls for the Authority to submit a triennial overall goal for DBE participation on all federally-funded projects. When federal funds are utilized, the Authority is prohibited from using a program that provides a preference such as those used in Policy 5.12. Therefore, the Authority must utilize other means as provided in the DBE Plan to achieve participation.

This project utilizes federal funds; therefore, it will be applied toward the Authority's overall DBE goal. S&L Specialty Construction, Inc. proposed 10.3% DBE participation on QHP Phase 10, Group 8.



Prepared by:

BRENDAN REED
DIRECTOR, PLANNING & ENVIRONMENTAL AFFAIRS

Attachment A



LEGEND

-  65 dB Boundary
-  65 dB CNEL Contour

San Diego County Regional Airport Authority
Quieter Home Program
Project 381008

TABULATION OF BIDS

ATTACHMENT B

TITLE: QUIETER HOME PROGRAM PROJECT NO. 381008
BIDS OPENED: June 1, 2020 at 2:00 p.m.
ENGINEER'S ESTIMATE: \$1,810,594.00

CONTRACTOR:			Engineer's Estimate					S&L Specialty Construction, Inc.				G&G Specialty Contractors, Inc.			
ADDRESS:								315 S. Franklin Street, Syracuse, NY 13202				1221 N. Mondel Drive, Gilbert, AZ 85233			
GUARANTEE OF GOOD FAITH:								Liberty Mutual Insurance Company				Hartford Casualty Insurance Company			
Res No.	Bid Item Number - Name/Address	Dwelling Units	Unit of Measure	General Construction (In Figures)	Ventilation Construction (In Figures)	Electrical Construction (In Figures)	TOTAL (In Figures)	General Construction (In Figures)	Ventilation Construction (In Figures)	Electrical Construction (In Figures)	TOTAL (In Figures)	General Construction (In Figures)	Ventilation Construction (In Figures)	Electrical Construction (In Figures)	TOTAL (In Figures)
381008.01	ALTHIERY 3985 WABASKA DRIVE UNIT 11	1	Lump Sum	\$15,143.85	\$9,650.86	\$3,402.17	\$28,196.88	\$13,000.00	\$9,000.00	\$5,000.00	\$27,000.00	\$13,331.00	\$10,800.00	\$3,300.00	\$27,431.00
381008.02	BROWER 2101 MENDOCINO BOULEVARD	1	Lump Sum	\$25,947.20	\$9,745.70	\$5,584.95	\$41,277.84	\$25,000.00	\$9,000.00	\$4,000.00	\$38,000.00	\$25,926.00	\$11,200.00	\$3,300.00	\$40,426.00
381008.04	BYRNES 3985 WABASKA DRIVE UNIT 17	1	Lump Sum	\$19,957.81	\$9,650.86	\$6,522.33	\$36,131.00	\$14,000.00	\$9,000.00	\$5,000.00	\$28,000.00	\$16,423.00	\$10,800.00	\$3,300.00	\$30,523.00
381008.05	DOWLING 4292 CATALINA COURT	1	Lump Sum	\$22,881.58	\$9,498.85	\$5,584.95	\$37,965.37	\$23,000.00	\$9,000.00	\$4,000.00	\$36,000.00	\$22,855.00	\$11,200.00	\$3,300.00	\$37,355.00
381008.07	CAMACHO 4339 RIALTO STREET UNIT 1	1	Lump Sum	\$22,973.63	\$3,636.19	\$988.05	\$27,597.87	\$28,000.00	\$3,000.00	\$2,000.00	\$33,000.00	\$19,787.00	\$4,200.00	\$1,000.00	\$24,987.00
381008.08	DENNIS / TIMMONS 3985 WABASKA DRIVE UNIT 18	1	Lump Sum	\$19,486.09	\$9,716.16	\$3,402.17	\$32,604.42	\$14,000.00	\$9,000.00	\$5,000.00	\$28,000.00	\$16,423.00	\$10,800.00	\$3,300.00	\$30,523.00
381008.09	DICK 3985 WABASKA DRIVE UNIT 7	1	Lump Sum	\$20,265.96	\$10,511.92	\$3,535.51	\$34,313.39	\$16,000.00	\$9,000.00	\$5,000.00	\$30,000.00	\$16,492.00	\$11,800.00	\$3,300.00	\$31,592.00
381008.10	DORIUS 4290 CATALINA BOULEVARD UNIT 5	1	Lump Sum	\$23,643.71	\$11,012.23	\$6,430.99	\$41,086.93	\$23,000.00	\$8,000.00	\$4,000.00	\$35,000.00	\$25,032.00	\$11,800.00	\$2,800.00	\$39,632.00
381008.11	DOUGLASS 2105 MENDOCINO BOULEVARD	1	Lump Sum	\$20,619.66	\$9,620.86	\$5,584.95	\$35,825.46	\$20,000.00	\$9,000.00	\$4,000.00	\$33,000.00	\$20,255.00	\$10,800.00	\$3,200.00	\$34,255.00
381008.12	FINLAY 3985 WABASKA DRIVE UNIT 9	1	Lump Sum	\$17,187.88	\$11,271.43	\$3,992.20	\$32,451.50	\$19,000.00	\$8,000.00	\$4,000.00	\$31,000.00	\$18,739.00	\$11,800.00	\$2,800.00	\$33,339.00
381008.13	FELIZ 4296 CATALINA COURT	1	Lump Sum	\$21,953.51	\$9,498.85	\$5,584.95	\$37,037.30	\$22,000.00	\$9,000.00	\$4,000.00	\$35,000.00	\$21,727.00	\$11,800.00	\$3,200.00	\$36,727.00
381008.14	FIELDS 3985 WABASKA DRIVE UNIT 20	1	Lump Sum	\$11,844.27	\$10,264.37	\$3,402.17	\$25,510.80	\$9,000.00	\$9,000.00	\$5,000.00	\$23,000.00	\$10,060.00	\$10,900.00	\$3,300.00	\$24,260.00
381008.16	FRANCISCO 2111 MENDOCINO BOULEVARD	1	Lump Sum	\$19,228.01	\$11,440.75	\$4,710.24	\$35,379.00	\$19,000.00	\$8,000.00	\$4,000.00	\$31,000.00	\$19,785.00	\$12,200.00	\$2,800.00	\$34,785.00
381008.19	GOLDYN 3985 WABASKA DRIVE UNIT 19	1	Lump Sum	\$19,824.75	\$9,995.29	\$3,402.17	\$33,222.20	\$14,000.00	\$9,000.00	\$5,000.00	\$28,000.00	\$16,138.00	\$10,800.00	\$3,300.00	\$30,238.00
381008.20	GORHAM 4294 CATALINA COURT	1	Lump Sum	\$21,746.47	\$9,653.50	\$5,510.28	\$36,910.25	\$22,000.00	\$9,000.00	\$4,000.00	\$35,000.00	\$21,661.00	\$11,200.00	\$3,200.00	\$36,061.00
381008.21	GUZANICK 3985 WABASKA DRIVE UNIT 14	1	Lump Sum	\$14,990.93	\$9,705.04	\$3,402.17	\$28,098.13	\$17,000.00	\$9,000.00	\$5,000.00	\$31,000.00	\$14,186.00	\$10,800.00	\$3,300.00	\$28,286.00
381008.22	HARGUESS 3985 WABASKA DRIVE UNIT 4	1	Lump Sum	\$14,492.60	\$10,511.92	\$3,535.51	\$28,540.03	\$12,000.00	\$9,000.00	\$5,000.00	\$26,000.00	\$13,331.00	\$10,800.00	\$3,300.00	\$27,431.00
381008.23	HAWTHORNE 2113 MENDOCINO BOULEVARD	1	Lump Sum	\$20,859.70	\$12,173.01	\$5,184.93	\$38,217.63	\$19,000.00	\$9,000.00	\$5,000.00	\$33,000.00	\$20,992.00	\$11,800.00	\$3,200.00	\$35,992.00
381008.24	HAVENS 3985 WABASKA DRIVE UNIT 3	1	Lump Sum	\$21,163.28	\$10,511.92	\$3,535.51	\$35,210.71	\$15,000.00	\$9,000.00	\$5,000.00	\$29,000.00	\$17,098.00	\$11,200.00	\$3,300.00	\$31,598.00
381008.25	HOM 3062 MALAGA STREET	1	Lump Sum	\$33,741.10	\$11,652.91	\$6,666.33	\$52,060.34	\$34,000.00	\$9,000.00	\$5,000.00	\$48,000.00	\$35,373.00	\$13,500.00	\$4,500.00	\$53,373.00
381008.27	JIMENEZ CRUZ / JIMENEZ 2117 MENDOCINO BOULEVARD	1	Lump Sum	\$18,566.08	\$11,538.36	\$5,251.60	\$35,356.04	\$18,000.00	\$8,000.00	\$4,000.00	\$30,000.00	\$19,636.00	\$12,200.00	\$2,800.00	\$34,636.00
381008.28	KARL 3985 WABASKA DRIVE UNIT 8	1	Lump Sum	\$20,153.72	\$10,511.92	\$3,535.51	\$34,201.15	\$15,000.00	\$9,000.00	\$5,000.00	\$29,000.00	\$16,266.00	\$10,800.00	\$3,300.00	\$30,366.00
381008.29	KECK 2103 MENDOCINO BOULEVARD	1	Lump Sum	\$20,619.66	\$9,798.31	\$5,584.95	\$36,002.91	\$20,000.00	\$9,000.00	\$4,000.00	\$33,000.00	\$20,660.00	\$12,400.00	\$3,200.00	\$36,260.00
381008.30	KIM 4339 RIALTO STREET UNIT 7	1	Lump Sum	\$23,669.84	\$3,246.91	\$988.05	\$27,904.81	\$32,000.00	\$3,000.00	\$1,000.00	\$36,000.00	\$22,204.00	\$4,200.00	\$500.00	\$26,904.00
381008.31	HARRIS 3985 WABASKA DRIVE UNIT 15	1	Lump Sum	\$20,232.15	\$9,995.29	\$3,402.17	\$33,629.61	\$13,000.00	\$9,000.00	\$5,000.00	\$27,000.00	\$16,423.00	\$10,800.00	\$3,300.00	\$30,523.00
381008.33	MANKINS 3985 WABASKA DRIVE UNIT 13	1	Lump Sum	\$17,350.25	\$9,846.75	\$3,402.17	\$30,599.17	\$14,000.00	\$9,000.00	\$5,000.00	\$28,000.00	\$15,036.00	\$10,800.00	\$3,300.00	\$29,136.00
381008.34	CRISMAR, LLC 3047 MADRID STREET	1	Lump Sum	\$42,656.85	\$20,640.59	\$5,588.61	\$68,886.06	\$45,000.00	\$17,000.00	\$6,000.00	\$68,000.00	\$44,571.00	\$13,500.00	\$5,400.00	\$63,471.00
381008.35	McCARTHY 3985 WABASKA DRIVE UNIT 2	1	Lump Sum	\$15,425.10	\$10,792.42	\$3,535.51	\$29,753.03	\$13,000.00	\$9,000.00	\$5,000.00	\$27,000.00	\$13,835.00	\$10,800.00	\$3,200.00	\$27,835.00
381008.36	MOSS 4298 CATALINA COURT	1	Lump Sum	\$18,342.36	\$10,185.35	\$5,584.95	\$34,112.67	\$25,000.00	\$9,000.00	\$4,000.00	\$38,000.00	\$26,012.00	\$10,800.00	\$3,200.00	\$40,012.00
381008.37	MOTSINGER 3985 WABASKA DRIVE UNIT 5	1	Lump Sum	\$20,314.42	\$10,511.92	\$3,535.51	\$34,361.85	\$18,000.00	\$10,000.00	\$5,000.00	\$33,000.00	\$16,485.00	\$10,800.00	\$3,300.00	\$30,585.00
381008.38	MURPHY 4339 RIALTO STREET UNIT 3	1	Lump Sum	\$12,877.75	\$0.00	\$0.00	\$12,877.75	\$19,000.00	\$0.00	\$0.00	\$19,000.00	\$13,467.00	\$0.00	\$0.00	\$13,467.00
381008.40	NEVITT 2109 MENDOCINO BOULEVARD	1	Lump Sum	\$19,949.39	\$10,600.91	\$5,251.60	\$35,801.89	\$20,000.00	\$10,000.00	\$4,000.00	\$34,000.00	\$20,026.00	\$12,800.00	\$2,800.00	\$35,626.00
381008.41	O'FALLON 4339 RIALTO STREET UNIT 2	1	Lump Sum	\$18,319.31	\$4,400.72	\$988.05	\$23,708.08	\$20,000.00	\$3,000.00	\$1,000.00	\$24,000.00	\$16,178.00	\$12,800.00	\$500.00	\$29,478.00
381008.42	OLSON 3985 WABASKA DRIVE UNIT 21	1	Lump Sum	\$16,386.86	\$10,653.99	\$3,535.51	\$30,576.35	\$12,000.00	\$9,000.00	\$5,000.00	\$26,000.00	\$14,986.00	\$10,800.00	\$3,300.00	\$29,086.00
381008.43	PIROGOVSKY / GRUBBS 2125 MENDOCINO BOULEVARD	1	Lump Sum	\$26,598.14	\$9,592.95	\$5,584.95	\$41,776.04	\$25,000.00	\$9,000.00	\$4,000.00	\$38,000.00	\$26,096.00	\$10,800.00	\$3,200.00	\$40,096.00
381008.44	RATHBURN 3985 WABASKA DRIVE UNIT 6	1	Lump Sum	\$14,981.79	\$10,511.92	\$3,535.51	\$29,029.23	\$13,000.00	\$9,000.00	\$5,000.00	\$27,000.00	\$13,329.00	\$10,800.00	\$3,300.00	\$27,429.00
381008.45	RODRIGUEZ 1435 FERN STREET	1	Lump Sum	\$45,741.06	\$0.00	\$0.00	\$45,741.06	\$52,000.00	\$0.00	\$0.00	\$52,000.00	\$52,163.00	\$0.00	\$0.00	\$52,163.00
381008.46	SHAPAZIAN 3985 WABASKA DRIVE UNIT 12	1	Lump Sum	\$14,726.86	\$9,650.86	\$3,402.17	\$27,779.89	\$13,000.00	\$9,000.00	\$5,000.00	\$27,000.00	\$13,977.00	\$10,800.00	\$3,300.00	\$28,077.00
381008.47	SHEALOR 2107 MENDOCINO BOULEVARD	1	Lump Sum	\$20,000.82	\$10,234.73	\$5,584.95	\$35,820.50	\$20,000.00	\$9,000.00	\$4,000.00	\$33,000.00	\$20,511.00	\$10,800.00	\$3,200.00	\$34,511.00
381008.48	SILVA 3062 C STREET	1	Lump Sum	\$37,386.27	\$11,701.32	\$4,690.90	\$53,778.49	\$32,000.00	\$9,000.00	\$5,000.00	\$46,000.00	\$40,145.00	\$13,000.00	\$5,000.00	\$58,145.00
381008.49	SKELLY 2123 MENDOCINO BOULEVARD	1	Lump Sum	\$21,139.35	\$9,599.33	\$5,584.95	\$36,323.63	\$20,000.00	\$9,000.00	\$4,000.00	\$33,000.00	\$20,581.00	\$12,200.00	\$3,200.00	\$35,981.00
381008.50	SMALL 4339 RIALTO STREET UNIT 6	1	Lump Sum	\$21,086.95	\$3,120.00	\$988.05	\$25,195.01	\$23,000.00	\$3,000.00	\$1,000.00	\$27,000.00	\$20,625.00	\$4,400.00	\$500.00	\$25,525.00
381008.51	SMITH 3885 CAMINITO LITORAL UNIT 231	1	Lump Sum	\$57,038.56	\$10,242.64	\$5,376.94	\$72,658.13	\$78,000.00	\$9,000.00	\$5,000.00	\$92,000.00	\$77,372.00	\$14,000.00	\$3,400.00	\$94,772.00
381008.52	SUNDBERG 3985 WABASKA DRIVE UNIT 22	1	Lump Sum	\$14,590.54	\$12,682.29	\$2,461.46	\$29,734.28	\$19,000.00	\$8,000.00	\$5,000.00	\$32,000.00	\$17,193.00	\$12,800.00	\$700.00	\$30,693.00
381008.53	TIBIATOWSKI 4667 LOTUS STREET	1	Lump Sum	\$28,876.64	\$10,846.61	\$1,733.42	\$41,456.67	\$23,000.00	\$8,000.00	\$2,000.00	\$33,000.00	\$25,879.00	\$12,800.00	\$1,600.00	\$40,279.00
381008.53	TIBIATOWSKI 4669 LOTUS STREET	1	Lump Sum	\$9,092.22	\$0.00	\$0.00	\$9,092.22	\$14,000.00	\$0.00	\$0.00	\$14,000.00	\$13,792.00	\$0.00	\$0.00	\$13,792.00
381008.54	VAN NESS 3641 KINGSLEY STREET	1	Lump Sum	\$26,845.55	\$0.00	\$0.00	\$26,845.55	\$38,000.00	\$0.00	\$0.00	\$38,000.00	\$34,333.00	\$0.00	\$0.00	\$34,333.00
381008.56	WEBER-HARRIS 2121 MENDOCINO BOULEVARD	1	Lump Sum	\$20,001.06	\$9,599.33	\$5,584.95	\$35,185.34	\$20,000.00	\$9,000.00	\$4,000.00	\$33,000.00	\$20,957.00	\$12,200.00	\$3,200.00	\$36,357.00
381008.57	WILLIAMS / PLUNKETT 3985 WABASKA DRIVE UNIT 16	1	Lump Sum	\$17,576.52	\$9,650.86	\$3,402.17	\$30,629.56	\$15,000.00	\$9,000.00	\$5,000.00	\$29,000.00	\$16,691.00	\$10,800.00	\$3,300.00	\$30,791.00
381008.58	WILLIAMS 3985 WABASKA DRIVE UNIT 10	1	Lump Sum	\$14,954.12	\$9,650.86	\$3,402.17	\$28,007.16	\$12,000.00	\$9,000.00	\$5,000.00	\$26,000.00	\$13,187.00	\$10,800.00	\$3,200.00	\$27,187.00
381008.59	CHRISTOPHER 2115 MENDOCINO BOULEVARD	1	Lump Sum	\$19,274.10	\$11,108.90	\$4,490.22	\$34,873.22	\$19,000.00	\$9,000.00	\$4,000.00	\$32,000.00	\$19,824.00	\$12,800.00	\$2,800.00	\$35,424.00
381008.xx	PACIFIC VILLAGE CONDOS - COMM 3985 WABASKA DRIVE	1	Lump Sum	\$13,684.68	\$819.05	\$0.00	\$14,503.74	\$16,000.00	\$0.00	\$0.00	\$16,000.00	\$17,212.00	\$0.00	\$0.00	\$17,212.00
						Subtotal	\$1,783,838.15			Subtotal	\$1,718,000.00			Subtotal	\$1,788,966.00
						Probable Cost for Permits:	\$26,756.23			Probable Cost for Permits:	\$26,756.23			Probable Cost for Permits:	\$26,756.23
						TOTAL	\$1,810,594.38			TOTAL BID	\$1,744,756.23			TOTAL BID	\$1,815,722.23

RESOLUTION NO. 2020-0077

A RESOLUTION OF THE BOARD OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY, AWARDING A CONTRACT TO S&L SPECIALTY CONSTRUCTION, INC., IN THE AMOUNT OF \$1,744,756.23 FOR PHASE 10, GROUP 8, PROJECT NO. 381008, OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY'S QUIETER HOME PROGRAM

WHEREAS, the San Diego County Regional Airport Authority ("Authority") has established a residential sound insulation program, known as the Quieter Home Program ("Program"), to reduce aircraft noise levels in the homes of residents living within the highest noise-impacted neighborhoods surrounding San Diego International Airport ("Airport"); and

WHEREAS, Phase 10, Group 8, of the Program will include installation of new acoustical windows, doors, and ventilation improvements to reduce aircraft-related noise levels inside the homes; and

WHEREAS, Phase 10, Group 8, of the Program provides sound attenuation to fifty-one (51) non-historic single-family and multi-family units on fifty (50) residential properties located east and west of the Airport; and

WHEREAS, the Authority issued a Bid Solicitation Package for Phase 10, Group 8, on April 30, 2020; and

WHEREAS, on June 1, 2020, the Authority opened sealed bids received in response to the Bid Solicitation Package; and

WHEREAS, the apparent low bidder S&L Specialty Construction, Inc. submitted a bid of \$1,744,756.23 and the Authority's staff has duly considered the bid and has determined that S&L Specialty Construction, Inc. is responsible and its bid is responsive in all material respects; and

WHEREAS, the San Diego County Regional Airport Authority Board ("Board") believes that it is in the best interest of the Authority and the public that it serves to award S&L Specialty Construction, Inc., the lowest bidder, the contract for Phase 10, Group 8, upon the terms and conditions set forth in the Bid Solicitation Package.

NOW, THEREFORE, BE IT RESOLVED that the Board hereby awards a contract to S&L Specialty Construction, Inc., in the amount of \$1,744,756.23 for Phase 10, Group 8, Project No. 381008, of the San Diego County Regional Airport Authority's Quieter Home Program; and

BE IT FURTHER RESOLVED that the Authority's President/CEO or designee is hereby authorized to execute and deliver such contract to S&L Specialty Construction, Inc.; and

BE IT FURTHER RESOLVED that the Authority and its officers, employees, and agents are hereby authorized, empowered, and directed to do and perform all such acts as may be necessary or appropriate in order to effectuate fully the foregoing; and

BE IT FURTHER RESOLVED that the Board of the San Diego County Regional Airport Authority finds that this is a "project" as defined by the California Environmental Quality Act ("CEQA"), Cal. Pub. Res. Code §21065; and

BE IT FURTHER RESOLVED that the Board of the San Diego County Regional Airport Authority finds this is a "development," as defined by the California Coastal Act, Cal. Pub. Res. Code §30106 and that the individual Quieter Home Program projects are categorically exempt from the CEQA under Cal. Code Regs. §15301(f), "Existing Facilities," and are exempt from coastal permit requirements under Cal. Pub. Res. Code §§30610(a) and 30610(b) and 14 Cal. Code Regs. §§13250 and 13253; and

BE IT FURTHER RESOLVED that the Board of the San Diego County Regional Airport Authority finds this Board action is a project that involves approvals or actions by the Federal Aviation Administration ("FAA") and, therefore, also requires review under the National Environmental Policy Act ("NEPA") for its potential environmental impacts and that the FAA issued a Categorical Exclusion under NEPA on December 29, 2015 for these Quieter Home Program projects.

PASSED, ADOPTED, AND APPROVED by the Board of the San Diego County Regional Airport Authority at a regular meeting this 9th day of July 2020, by the following vote:

AYES: Board Members:

NOES: Board Members:

ABSENT: Board Members:

ATTEST:

TONY R. RUSSELL
DIRECTOR, BOARD SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:

AMY GONZALEZ
GENERAL COUNSEL

STAFF REPORT

Meeting Date: **JULY 9, 2020**

Subject:

Approve and Authorize the President/CEO to Execute an Agreement for Contract Security Services

Recommendation:

Adopt Resolution No. 2020-0078, approving and authorizing the President/CEO to execute an Agreement with Global Aviation Management Group, Inc., for contract security services in an amount not-to-exceed forty million dollars (\$40,000,000) for a term of three (3) years, with the option of four (4) one-year extensions at the sole discretion of the President/CEO and an additional not-to-exceed one-hundred eight (108) days to the first one-year term of the Agreement for service transition at no cost to the Authority.

Background/Justification:

Request for Proposal Background and Process

On March 24, 2020, the Authority issued a Request for Proposal (RFP) for Security Officer Services. Notice of the RFP was advertised in the *San Diego Daily Transcript* and on the Authority's website. One-hundred seventy-three (173) vendors were notified via the Authority's vendor database. Thirty-one (31) firms viewed the opportunity.

The services requested in the RFP include: perimeter security and access control functions, alarm monitoring in the Airport's Security Operations Center (SOC), communications dispatch services in the Airport Communications Center (ACC), securing access portals in the terminal Sterile Areas, and providing personnel and vehicle inspections as directed by the Transportation Security Administration (TSA). More specifically, these functions include: monitoring over five-hundred (500) access control alarm points, managing and monitoring advanced surveillance equipment consisting of over 1,000 closed circuit television cameras, coordinating dispatch of San Diego Harbor Police officers, physical protection of three (3) tenant-accessible perimeter gates, two (2) vehicle and personnel checkpoints, physical protection of access points within the terminal Sterile Areas, physical patrol of all terminal spaces, and providing notifications to and coordinating response of Authority personnel regarding other emergency conditions (e.g., fire alarms) and non-emergency calls for service (e.g., security-related, custodial, or maintenance-related). Additional duties are assigned as TSA threat conditions and directives may mandate. These duties include physical inspection of vehicles, persons, and their accessible property when accessing terminals and sensitive areas of the Airport.

The RFP Evaluation Panel consisted of staff from the Authority's Aviation Security and Public Safety Department, the Authority Vice-President, Operations/Chief Operating Officer, and the San Diego Harbor Police. These Evaluation Panel Members were all "resident industry experts" on airport and airline security, airport operations, public safety, law enforcement, communications and dispatching practices, airport facilities and airport tenant and customer service. Each Evaluation Panel Member signed an "Acknowledgement of the Authority Conflict of Interest Statement" which states in part "that anyone directly involved with the selection or letting of Authority contracts shall avoid any activity or situation which involves, or creates the appearance of an impropriety or a conflict of interest." The RFP Evaluation Criteria were developed prior to the release of the solicitation and the evaluation criteria point allocation system was determined and agreed to by the Evaluation Panel prior to the proposal due date.

Proposal Evaluation

On April 29, 2020, the Authority received twelve (12) proposals. A preliminary review of the basic responsiveness of the proposals was conducted by the Procurement and Aviation Security and Public Safety departments to ensure all requirements of the RFP had been met. Upon conclusion of this review, two (2) of the twelve (12) proposals were determined to be non-responsive.

On April 30, 2020, the ten (10) responsive proposals were distributed to the Evaluation Panel. The Evaluation Panel evaluated, scored and ranked the proposals based on the following evaluation criteria contained within the Security Officer Services - RFP (excluding Compensation/Fees), which as noted below, were assigned by the Procurement Department:

Organizational Structure and Experience: *Respondent shall describe how its firm is organized and has the ability to provide the requested services to include recent experience of having performed the service at a Category 1 Commercial Service Airport or larger, as classified by the Federal Aviation Administration and Transportation Security Administration.*

Respondent is required to provide valid copies of the licenses, certifications, and accreditations as listed above in Part 1., Section E., "Minimum Qualifications" in its proposal. If valid copies of the licenses, certifications, and accreditations are not included in the proposal, the Respondents proposal shall be deemed non-responsive and will not be considered.

In the event your firm has performed services at the Airport or for the Authority, provide a brief description of:

- 1. the work performed and when;*
- 2. project outcome (i.e. completed on-time, on-budget, or other);*
- 3. identify any challenges while performing services, if any, and describe the resolution; and*
- 4. name of the Authority personnel primary contact.*

Proposed Personnel: Respondent shall describe the general tasks each person will perform, their professional qualifications, capabilities, and project experiences of the proposed personnel assigned to perform services at the Airport and include their resume, schedule of current projects and availability to perform the requested services. Identify with particularity the services that will be performed by Respondent and identify those services, if any, that will be performed by subcontractors or others ("Subcontractors"). If the Respondent utilizes Subcontractors, it must provide a list of the Subcontractor's name(s) and include their responsibilities, qualifications and the major clients and projects they have worked on relative to the requested services.

Proposed Work Plan and Approach/Methodology: Respondent's proposed work plan, approach/methodology and how they will provide and accomplish the scope of work requested in "Exhibit A – Scope of Work" attached to the draft contractor agreement. Respondent's shall provide, and include detailed supporting examples of, an overall understanding of the requirements and capabilities needed to perform the requested services.

Proposed Fees/Cost to Authority: "Exhibit B" – "Compensation & Payment Schedule" must be completed and submitted with each proposal. "Exhibit B" is in the draft contractor agreement set forth below. Submit all proposed costs and fees associated with performing and completing the services and project requested in this RFP, including a description of each type of fee. (i.e., hourly rate, trip charge, monthly fixed, tax, etc.).

Policy 5.12: This RFP is subject to Authority Policy 5.12 Preference to Small, Veteran Owned, and Local Business. A qualified business desiring consideration under the Policy must complete and submit with its proposal "Attachment D".

Fee Score Calculation

The Fee scores were calculated as follows:

The total cost to perform services under the proposed agreement was calculated by multiplying a specific number of hours for each RFP-required staff position by the Respondent's proposed hourly rates.

Allstate Security Services had the lowest calculated proposed cost of \$32,785,629.28 and was awarded the maximum allowed score of ten (10) points using the range of 0-10 with 0 = highest cost and 10 = lowest cost. Covenant Aviation Security, LLC had the highest calculated proposed cost \$40,708,128.96; and was not awarded any points based on the same scale. Allstate was one of ten (10) Respondents, but did not make the short list. Covenant Aviation Security, LLC was one of the four (4) Respondents who made the short list and was invited to interview.

Interviews and Final Rankings

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On June 9, 2020, the Evaluation Panel conducted interviews with the four (4) highest ranked respondents. All respondents were allowed up-to ten (10) minutes to present information about their company, followed by a 25-minute question-and-answer session. All respondents were asked to provide answers to a specific list of questions prepared in advance by the Evaluation Panel. These questions evaluated the companies' experience, the experience and skills of the primary staff assigned to perform the services, and how the work would be performed in the best interest of the Authority. (Note: Respondents were not provided the questions prior to the interview.)

The Evaluation Panel evaluated, scored, and ranked the four (4) proposals based on the evaluation criteria contained within the RFP (excluding Compensation/Fees). The Evaluation Panel discussed and reviewed the strengths and weaknesses of: each respondent's proposal; respondent's staff attending the interview; responses to the Evaluation Panelists' questions; and the score of the respondents' proposed fees. Each Evaluation Panelist's final rankings are presented below:

Final Rankings

	Panelist 1	Panelist 2	Panelist 3	Panelist 4	Panelist 5	Total	Rank
ACTS - Aviation Security	2	2	2	2	2	10	2
Covenant Aviation Security, LLC	3	4	4	3	4	18	4
Global Aviation Management Group, Inc.	1	1	1	1	1	5	1
Hospital Shared Services, Inc.	4	3	3	4	3	17	3

Combined Final Scores

	SB	Local	Vet	Cost	Co. Exper	Staff	Work Plan	Total
ACTS - Aviation Security	0	0	0	225	645	1110	1480	3460
Covenant Aviation Security, LLC	0	0	0	0	645	990	1320	2955
Global Aviation Management Group, Inc.	0	0	0	75	645	1200	1800	3720
Hospital Shared Services, Inc.	0	0	0	150	630	990	1240	3010

After the interview process and selection of Global Aviation Management Group (GAMG), Inc. as the highest ranked respondent, the Procurement Department staff reached out requesting a concession on their proposed rates. Through the negotiation process, GAMG, Inc. discounted their costs by 8.96% resulting in a minimum savings of \$3,283,438.53 over the seven (7) year term of the agreement. Additionally, in order to ensure a seamless transition, GAMG, Inc., requested a not-to-exceed one-hundred eight (108) day service transition period from August 1, 2020 to November 16, 2020 at no cost to the Authority. This period would allow incumbent contract employees of HSS, Inc. to meet with GAMG, Inc. staff to begin the recruitment and selection process, if so interested and qualified. Staff is supportive of this request.

Background on Global Aviation Management Group, Inc.

Global Aviation Management Group (GAMG), Inc. has over 15 years of aviation security experience in Europe; and with their recent acquisition by the Securitas Aviation Group, now leverages over 40 years of experience performing aviation security services at over 230 airports in the United States, Europe, South America, and Asia. Specifically,

GAMG's focus is only on providing Transportation Security Regulation (TSR) Part 1542 and 1544 aviation security services at large-hub Security Category X (e.g., Los Angeles, New York JFK, and Washington Dulles International Airports) and Category I (e.g., Indianapolis International Airport). GAMG, Inc. currently holds Designation status by the Department of Homeland Security as an "Approved Product for Homeland Security" under the Support Anti-terrorism by Fostering Effective Technologies (SAFETY) Act of 2002. As such, they have a wide range of experience interacting with TSA; and with the implementation of Security Directives and increased security measures at commercial airports. GAMG, Inc., under the Securitas Aviation Group, has over 3,000 security personnel (with over 1,300 employees on the West coast and Hawaii) serving 31 U.S. airports in 13 states with offices supporting their operations in each state. This expansive regional team, as well as, the availability of aviation security-specific officers nationwide puts GAMG, Inc. in a favorable position to respond to the surge needs of the Authority, should they arise.

Recommendation:

Staff recommends the Board adopt the Resolution approving and authorizing the President/CEO to execute an Agreement with Global Aviation Management Group, Inc., for contract security services in an amount not to exceed forty million dollars (\$40,000,000) for a term of three (3) years, with the option of four (4) one-year extensions at the sole discretion of the President/CEO and an additional not-to-exceed one-hundred eight (108) days to the first one-year term of the Agreement for service transition at no cost to the Authority.

Staff further recommends the Board adopt the Resolution approving and authorizing the President/CEO to make the award to the next ranked proposer, ACTS-Aviation Security, on the same or better terms as Global Aviation Management Group (GAMG), Inc., should negotiation with GAMG, Inc. fail.

Fiscal Impact:

Adequate funding for Contract Security Services is included in the approved FY 2021 and conceptually approved FY 2022 Operating Expense Budgets within the Contract Security Services line item. Expenses that will impact budget years not yet adopted by the Board will be included in future year budget requests.

Authority Strategies/Focus Areas:

This item supports one or more of the following (*select at least one under each area*):

Strategies

- Community Strategy
 Customer Strategy
 Employee Strategy
 Financial Strategy
 Operations Strategy

Focus Areas

- Advance the Airport Development Plan
 Transform the Customer Journey
 Optimize Ongoing Business

Environmental Review:

- A. CEQA: This Board action is not a project that would have a significant effect on the environment as defined by the California Environmental Quality Act ("CEQA"), as amended. 14 Cal. Code Regs. §15378. This Board action is not a "project" subject to CEQA. Cal. Pub. Res. Code §21065.
- B. California Coastal Act Review: This Board action is not a "development" as defined by the California Coastal Act. Cal. Pub. Res. Code §30106.
- C. NEPA: This Board action is not a project that involves additional approvals or actions by the Federal Aviation Administration ("FAA") and, therefore, no formal review under the National Environmental Policy Act ("NEPA") is required.

Application of Inclusionary Policies:

The Authority has the following inclusionary programs/policies: a Disadvantaged Business Enterprise (DBE) Program, an Airport Concession Disadvantaged Business Enterprise (ACDBE) Program and Policy 5.12. These programs/policy are intended to promote the inclusion of small, local, veteran owned small businesses, historically underrepresented businesses and other business enterprises, on all contracts. Only one of the programs/policy named above can be used in any single contracting opportunity.

This contract does not utilize federal funds and provides limited opportunities for sub-contractor participation; therefore; at the option of the Authority, Policy 5.12 was applied to promote the participation of qualified small businesses. Policy 5.12 provides a preference of up to seven percent (7%) to small businesses in the award of selected Authority contracts. When bid price is the primary selection criteria, the maximum amount of the preference cannot exceed \$200,000. The preference is only applied in measuring the bid. The final contract award is based on the amount of the original bid.

In accordance with Policy 5.12, none of the respondents received the small business preference.

Prepared by:

L. CLINT WELCH
DIRECTOR, AVIATION SECURITY AND PUBLIC SAFETY

RESOLUTION NO. 2020-0078

A RESOLUTION OF THE BOARD OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY, APPROVING AND AUTHORIZING THE PRESIDENT/CEO TO EXECUTE AN AGREEMENT WITH GLOBAL AVIATION MANAGEMENT GROUP, INC., FOR CONTRACT SECURITY SERVICES IN AN AMOUNT NOT-TO-EXCEED FORTY MILLION DOLLARS (\$40,000,000) FOR A TERM OF THREE (3) YEARS, WITH THE OPTION OF FOUR (4) ONE-YEAR EXTENSIONS AT THE SOLE DISCRETION OF THE PRESIDENT/CEO AND AN ADDITIONAL NOT-TO-EXCEED ONE-HUNDRED EIGHT (108) DAYS TO THE FIRST ONE-YEAR TERM OF THE AGREEMENT FOR SERVICE TRANSITION AT NO COST TO THE AUTHORITY

WHEREAS, the San Diego County Regional Airport Authority (“Authority”) operates San Diego International Airport (SDIA) in accordance with regulations set forth by the Transportation Security Administration (TSA); and

WHEREAS, these regulations require the Authority to conduct specific activities requiring the services of a California-licensed contract security firm; and

WHEREAS, the Authority also coordinates the dispatch of San Diego Harbor Police officers; and

WHEREAS, the Authority provides notifications to Authority personnel regarding other emergency conditions (e.g., fire alarms in terminals); and

WHEREAS, this firm shall provide personnel under contract and at the direction of the Authority to execute these specific activities; and

WHEREAS, a competitive proposal process was conducted resulting in Global Aviation Management Group, Inc. and ACTS-Aviation Security ranked one and two, respectively; and

WHEREAS, an Authority panel of “resident industry experts” ranked Global Aviation Management Group, Inc., number one in a competitive proposal process; and

WHEREAS, the Agreement shall begin on August 1, 2020, and have a term of three (3) years, with the option of four (4) one-year extensions and a total not-to-exceed compensation amount of forty million dollars (\$40,000,000) and an additional not to exceed one-hundred eight (108) days to the first one-year term of the Agreement for service transition at no cost to the Authority; and

WHEREAS, should negotiation with Global Aviation Management Group, Inc., fail, the Board authorizes the President/CEO to make the award to the next ranked proposer, ACTS-Aviation Security, on the same or better terms as proposed by Global Aviation Management Group, Inc.

NOW, THEREFORE, BE IT RESOLVED that the Board hereby approves and authorizes the President/CEO to execute an Agreement with Global Aviation Management Group, Inc., for contract security services in an amount not-to-exceed forty million dollars (\$40,000,000) for a term of three (3) years, with the option of four (4) one-year extensions at the sole discretion of the President/CEO and an additional not-to-exceed one-hundred eight (108) days to the first one-year term of the Agreement for service transition at no cost to the Authority; and

BE IT FURTHER RESOLVED that the Board hereby approves the President/CEO to negotiate and execute an agreement with ACTS-Aviation Security on the same terms and conditions should negotiation with Global Aviation Management Group, Inc. prove unsuccessful; and

BE IT FURTHER RESOLVED that the Board finds that this action is not a "project" as defined by the California Environmental Quality Act ("CEQA") (California Public Resources Code §21065); and

BE IT FURTHER RESOLVED that the Board finds that this action is not a "development" as defined by the California Coastal Act (California Public Resources Code §30106); and

BE IT FURTHER RESOLVED that the Board finds that this action is not a project that involves additional approvals or actions by the Federal Aviation Administration ("FAA") and, therefore, no formal review under the National Environmental Policy Act ("NEPA") is required.

PASSED, ADOPTED, AND APPROVED by the Board of the San Diego County Regional Airport Authority at a regular meeting this 9th day of July, 2020, by the following vote:

AYES: Board Members:

NOES: Board Members:

ABSENT: Board Members:

ATTEST:

TONY R. RUSSELL
DIRECTOR, BOARD SERVICES /
AUTHORITY CLERK

APPROVED AS TO FORM:

AMY GONZALEZ
GENERAL COUNSEL



Approve and Authorize the President/CEO to Execute an Agreement for Contract Security Services

July 9, 2020

Prepared by: L. Clint Welch

Director, Aviation Security & Public Safety

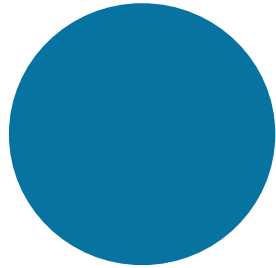
Current Contract for Security Services

- Current contract was awarded to HSS, Inc., in October 2015 for a term of three (3) years, with the option of two (2) one-year extensions
- Provides security officers for airfield, perimeter, and terminal security
- Provides specialized officers performing advanced screening of airport workers utilizing x-ray, magnetometer (metal detector), and explosive trace detection systems
- Provides specialized officers monitoring access control systems and alarms, video surveillance, intrusion detection, and fire alarms
- Provides specialized officers performing Airport Communications Center (ACC) duties including emergency and non-emergency communications and dispatch to Authority staff, tenants, and law enforcement

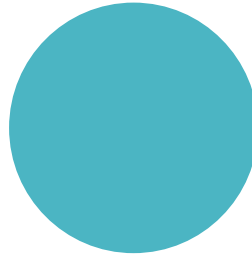
RFP Background and Process

- Five RFP Evaluation Panel members (Aviation Security & Public Safety (3), VP Operations/COO, and San Diego Harbor Police)
- RFP issued March 24, 2020
- Twelve (12) proposals submitted April 29, 2020: ten (10) proposals were deemed responsive
- Evaluation Panel scored and ranked the proposals based on the following criteria:

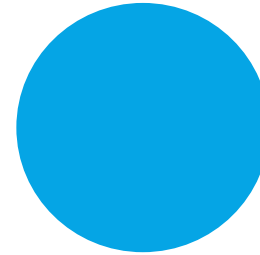
Criteria for Proposals



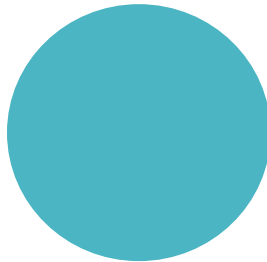
**Organizational
Structure and
Prior Experience**



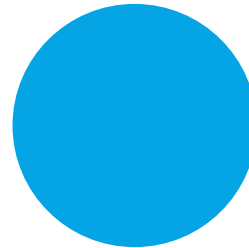
**Qualifications
and Experience
of Proposed
Personnel**



**Proposed Work
Plan and
Approach /
Methodology**



**Compensation /
Fees**







**Inclusionary
Approach and
Outreach**

NOTE: Procurement Department evaluated and scored fees and inclusionary approach

Shortlist Selection

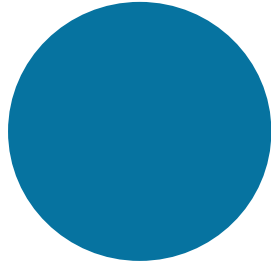
On May 14, 2020, the Evaluation Panel reviewed all ten (10) respondent proposals. The four (4) highest ranked respondents were invited to participate in panel interviews.

-  ACTS-Aviation Security
-  Covenant Aviation Security, LLC
-  Global Aviation Management Group, Inc.
-  Hospital Shared Services (HSS), Inc.

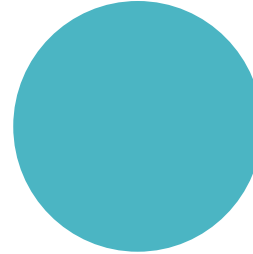
Interviews

- On June 9, 2020, the Evaluation Panel conducted interviews with the four (4) highest ranked respondents.
- The Evaluation Panel evaluated, scored and ranked the respondent interviews based on the following criteria:

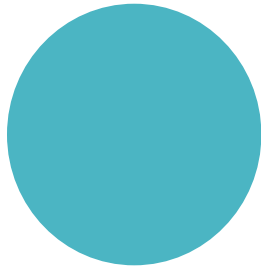
Criteria for Interviews



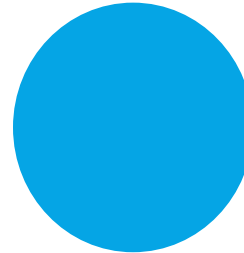
**Organizational
Structure and Prior
Experience**



**Compensation/
Fees**



**Qualifications and Prior
Experience of Proposed
Personnel**



**Proposed Work Plan and
Approach/Methodology**

NOTE: Procurement Department evaluated and scored the fees

Final Evaluation Panel Rankings

Firms	Panelist 1	Panelist 2	Panelist 3	Panelist 4	Panelist 5	Total	Rank
ACTS-Aviation Security	2	2	2	2	2	10	2
Covenant Aviation Security	3	4	4	3	4	18	4
Global Aviation Mgmt Group, Inc.	1	1	1	1	1	5	1
Hospital Shared Services (HSS, Inc.)	4	3	3	4	3	17	3

Global Aviation Management Group, Inc., was determined to be highest ranked respondent by the Evaluation Panel

Respondent Proposed Fees

Proposed Fees	Company Name
\$40,708,128.96	Covenant Aviation Security, LLC
\$39,933,359.68	Global Aviation Management Group, Inc.
\$38,911,368.08	Hospital Shared Services (HSS), Inc.
\$38,339,145.96	ACTS-Aviation Security

After notification of the Evaluation Panel’s decision to the shortlist respondents, the Authority and Global Aviation Management Group, Inc., negotiated a 8.96% reduction of the proposed fees, resulting in a calculated base-level of services from \$39,933,359.68 to \$36,649,921.15 (\$3,283,438.53 reduction).

Background

Global Aviation Management Group, Inc.

- ✓ Over fifteen (15) years of airport security experience
- ✓ Significant experience in dealing with the Transportation Security Administration (TSA), as well as TSA Airport and Airline regulations
- ✓ Safety Act Designation by the Department of Homeland Security (a “desirable” qualification in the Authority RFP)
- ✓ More than 3,000 security personnel with over 1,300 employees on West Coast and Hawaii
- ✓ Part of the Securitas Aviation Group leveraging over 40 years experience, 3,000 aviation security-specific employees in the U.S. and 26,000 worldwide
- ✓ Solely focused on aviation security services under TSR 1542 and 1544

Key Takeaways

- ✓ **Flexible Agreement:** no guaranteed minimum number of service hours – the Authority's needs drive provider services
- ✓ **Focus on ADP:** three (3) + four (4) year agreement vice traditional three (3) + two (2) year agreement
- ✓ **Focus on ADP:** based on current schedule, provides for a consistent service provider through the ADP
- ✓ **Staff focus:** consistent service provider allows staff to focus on programmatic delivery of quality aviation security services

Recommendation

Staff recommends:

the Board adopt the Resolution approving and authorizing the President/CEO to execute an Agreement with Global Aviation Management Group, Inc., for contract security services in an amount not to exceed forty million dollars (\$40,000,000) for a term of three (3) years, with the option of four (4) one-year extensions at the sole discretion of the President/CEO and a not-to-exceed one-hundred eight (108) days to the first one-year term of the Agreement for service transition at no cost to the Authority.

(The difference between the calculated base-level of services amount of \$36,649,921.15 and the not-to-exceed amount of \$40,000,000 allows for an approximate nine percent (9%) to address contingencies over the term of the Agreement.)



Questions?