

**SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD
MINUTES
THURSDAY, MAY 5, 2022
SAN DIEGO INTERNATIONAL AIRPORT
BOARD ROOM**

CALL TO ORDER: Chair Cabrera called the special meeting of the San Diego County Regional Airport Authority Board to order at 9:05 a.m. on Thursday, May 5, 2022, electronically and via teleconference pursuant to the provisions of California Assembly Bill 361 and Resolution No. 2022-0045 at the San Diego International Airport, Administration Building, 3225 North Harbor Drive, San Diego, CA 92101.

ROLL CALL:

PRESENT: Board Members: Blakespear, Cabrera, Casillas Salas, McNamara, Robinson, Schiavoni, Sly, Vargas

ABSENT: Board Members: Bedell (Ex-Officio), Dallarda (Ex-Officio), Miller (Ex-Officio), von Wilpert

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

BOARD BUSINESS:

I. CONSIDERATION OF WHETHER TO CONTINUE VIRTUAL MEETINGS FOR AUTHORITY BOARD AND COMMITTEE MEETINGS PURSUANT TO AB 361:

Amy Gonzalez, General Counsel provided an overview of the staff report.

RECOMMENDATION: Adopt Resolution No. 2022-0045, finding that it is in the best interest of the Authority and the public it serves to hold virtual public meetings of the Board and its Committees because recent circumstances directly impact the ability of the Board and its Committees to meet safely in person.

ACTION: Moved by Board Member Robinson and seconded by Board Member Schiavoni to approve the staff's recommendation. Motion carried by the following votes: YES - Blakespear, Cabrera, Casillas Salas, McNamara, Robinson, Schiavoni, Sly, Vargas; NO - None; ABSENT - von Wilpert, (Weighted Vote Points: YES -87; NO - 0; ABSENT - 13)

PRESENTATIONS:

A. REVIEW OF THE UNAUDITED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED MARCH 31, 2022:

Scott Brickner, Vice President/CFO provided a presentation on the Unaudited Financial Statements for the Nine Months Ended March 31, 2022, that included Operating Revenues; Operating Expenses; Non-operating Revenue & Expenses; Financial Summary; and Statement of Net Position.

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

- **AUDIT COMMITTEE:** Board Member Schiavoni reported the next meeting is scheduled for May 9, 2022, and that the committee will receive a presentation from the external auditors to kick-off the FY 2022 financial audit and the Chief Auditor will present the proposed FY 2023 Audit Plan and other reports.
- **CAPITAL IMPROVEMENT PROGRAM OVERSIGHT COMMITTEE:** Board Member McNamara reported the committee met April 21, 2022, and considered the proposed FY 2023 – 2027 Capital Program Budget and received an update on the New Terminal 1 and the outreach for the New Terminal 1. He also reported that at future meetings the committee will receive updates on small business commitments made by our contractors.
- **EXECUTIVE PERSONNEL AND COMPENSATION COMMITTEE:** Board Member Robinson reported the committee met April 25, 2022, in closed session to meet with the Authority labor negotiators.
- **FINANCE COMMITTEE:** Board Member Schiavoni reported that the committee met April 25th and reviewed the unaudited financial statements for the nine months ended March 31, 2022, as well as the Authority's investment report as of March 31, 2022. She also reported that the committee received an update on the authority's revolving credit facility and outstanding balances.

ADVISORY COMMITTEES

- **AUTHORITY ADVISORY COMMITTEE:** None.
- **ARTS ADVISORY COMMITTEE:** Board Member Schiavoni reported that the committee met April 28, 2022, and approved the theme for the Airport's 2022/23 Temporary Exhibition (*A Necessary Departure*) and conceptually approved the theme for the 2024/25 Exhibition (*Abridged*). She also reported that the committee also approved selection panelists for the Temporary Exhibition Program and the

Performing Arts Residency Program. She reported that on May 1, the Arts Program continued its partnership with the Operations Division and the Honor Flight program to provide festive musical entertainment welcoming back WWII and Korean War veterans after visiting Arlington National Cemetery; and that a special Cinco de Mayo performance by Ballet Folklorico El Tapitio will be presented in Terminal 2's baggage claim today. She also reported that in addition to the regular Thursday/Friday concerts at the Airport, other upcoming special performances will include Memorial Day, Make Music Day, and Juneteenth and that more information can be found online at arts.san.org/performing-arts. She reported that the Airport's current Temporary Exhibition, titled *Make Yourself at Home*, will begin deinstallation this month and that all 16 sites throughout the airport campus will be deinstalled by the end of June in preparation for the incoming Exhibition. She reported that Arts Program staff provided an Airport Arts tour to Board member McNamara and Escondido City Manager Sean McGlynn.

LIAISONS

- **CALTRANS:** None.
- **INTER-GOVERNMENTAL AFFAIRS:** Chair Cabrera reported that, in Washington, President Biden released his budget proposal for Fiscal Year 2023 and that it includes a proposed \$23.6 billion for aviation modernization programs, \$4.45 billion for major transit projects, and \$3 billion for safety programs at the Federal Aviation Administration. He also reported that the proposal also includes funding for the Airport Improvement Program and additional funding for Transportation Security Officers to meet rising demand at airports and that the Airport Authority's Government Relations staff will continue to monitor budget negotiations. He reported that in Sacramento, Legislators await the Governor's release of the May Revise, which includes a revised revenue outlook for Fiscal Year 2022-23. He also reported that, in anticipation of the May Revise, the Senate announced the second phase of their "Putting Wealth to Work" budget proposal. He reported that the Senate proposal assumes an unprecedented \$68 billion budget surplus, of which \$43 billion would be placed into a budget reserve; \$8 billion in direct payments would go to Californians to offset higher consumer costs; and an \$18 billion investment in clean energy projects. He reported that Government Relations staff and the Authority's state legislative consultants are engaged in the budget process to identify funding opportunities for the New T1 project and Capital Improvement Program.
- **MILITARY AFFAIRS:** LtCol. Norris reported that they hosted Representative Sara Jacobs and toured the flightline and discussed their energy resilience efforts and that Operation Jaded Thunder is underway.
- **PORT:** None.

- **WORLD TRADE CENTER:** None.

BOARD REPRESENTATIVES (EXTERNAL)

- **SANDAG BOARD OF DIRECTORS:** Chair Cabrera reported that the SANDAG Board of Directors met once since our last Board meeting and that the Board discussed the Otay Mesa East Port of Entry Project financial strategy and alternative project delivery method. He also reported that the Board approved the revised FY 2022 apportionment and the revised FY 2023 estimates for Transportation Development Act and TransNet funds.
- **SANDAG TRANSPORTATION COMMITTEE:** Board Member Schiavoni reported that the SANDAG Transportation Committee met once since the last Board Meeting and at that meeting, the Transportation Committee was asked to consider the TransNet funding eligibility requests of the North County Transit District, and the cities of Del Mar and San Marcos; as well as recommend the Board of Directors, acting as the San Diego County Regional Transportation Commission, approve the requests. She reported that the committee was also asked to recommend that the Board of Directors approve the revised FY 2022 apportionment and FY 2023 estimates for Transportation Development Act and TransNet funds.

CHAIR'S REPORT: Chair Cabrera thank the Board members for participation in Board Retreat and stated that it was great to be together. He reported that the May 9, 2022, Audit Committee would be held virtually.

PRESIDENT/CEO'S REPORT: Kim Becker, President/CEO, reported that Parking continues to be significantly impacted by construction, with Terminal 1 and Terminal 2 Parking areas reaching capacity several times a week. She also reported that staff is beginning preparations for the complete closure of the Terminal 1 parking lot and the Terminal 1 passenger bridge; and work has already begun on a crosswalk and stoplight installation in front of Terminal 1 to provide passengers safe access from the ground transportation island. She reported that staff regularly reminds our customers to reserve their parking space ahead of time or use other available options including Valet, public transit, and the San Diego Flyer shuttle from Old Town. She also reported that in April, monthly ridership of the San Diego Flyer shuttle was 4,671; up 523 people over March's passenger numbers. She reported that with the end of April comes the close of the official Spring Break travel season and April ended 14 percent down over 2019 passenger traffic numbers and that this is the closest we've been to reaching 2019 numbers since the start of the pandemic. She reported that Allegiant Air began twice weekly nonstop service to Austin, Texas on April 20; Southwest Airlines announced it is expanding flights between SAN and NorCal including – San Jose, Sacramento, and Oakland beginning June 5. She also reported that April through September is the Least Tern nesting season at SAN and that Least Tern protection training was provided to Airport Authority employees, the New T1 ARRIVE team,

and contractors. She reported that the California Department of Transportation awarded a grant of just over \$400,000 to SANDAG and the Airport Authority for their joint "Complete CorridAIR Planning" project. She reported that in celebration of Earth Month and Earth Day on April 22, the Airport Authority partnered with I Love a Clean San Diego to organize a clean-up for their annual Creek to Bay event and 68 volunteers picked up 117 pounds of debris from Spanish Landing Park. She also reported that the Authority is also Spring Cleaning in preparation for the Airport Authority's move to the new Administration Building next year. She thanked all Board members for their participation in the annual Board retreat.

Board Member Blakespear spoke regarding the need to ensure that the public is properly notified of the lack of parking at the airport during construction and are provided alternatives when they arrive at the airport for their flights.

NON-AGENDA PUBLIC COMMENT:

Isabel Lopez, SSP, spoke regarding their request for a contract and pension.

CONSENT AGENDA (ITEMS 1-11):

ACTION: Moved by Board Member Casillas Salas and seconded by Board Member Robinson to approve the Consent Agenda. Motion carried by the following votes: YES - Blakespear, Cabrera, Casillas Salas, McNamara, Robinson, Schiavoni, Sly, Vargas, NO - None; ABSENT - von Wilpert, (Weighted Vote Points: YES -87; NO - 0; ABSENT - 13)

1. APPROVAL OF MINUTES:

RECOMMENDATION: Approve the minutes of the April 7, 2022, regular Board meeting and March 28, 2022, special Board meeting.

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

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

3. AWARDED CONTRACTS, APPROVED CHANGE ORDERS FROM MARCH 14, 2022, THROUGH APRIL 10, 2022, AND REAL PROPERTY AGREEMENTS GRANTED AND ACCEPTED FROM MARCH 14, 2022, THROUGH APRIL 10, 2022:

RECOMMENDATION: Receive the Report.

4. MAY 2022 LEGISLATIVE REPORT:

RECOMMENDATION: Adopt Resolution No. 2022-0037, approving the May 2022 Legislative Report.

CLAIMS

5. REJECT CLAIM OF ANTOINETTE PRICE:

RECOMMENDATION: Adopt Resolution No. 2022-0038, rejecting the claim of Antoinette Price.

COMMITTEE RECOMMENDATIONS

6. ACCEPTANCE OF THE UNAUDITED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED MARCH 31, 2022:

RECOMMENDATION: The Finance Committee recommends that the Board accept the report.

7. Accept the Authority Investment Report as of March 31, 2022:

RECOMMENDATION: The Finance Committee recommends that the Board accept the report.

CONTRACTS AND AGREEMENTS

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

8. Approve and Authorize the President/CEO to Execute three On-Call Materials Testing, Special Inspection, and Geotechnical Engineering Support Services Agreements at San Diego International Airport:

Recommendation: Adopt Resolution No. 2022-0039, approving and authorizing the President/CEO to negotiate and execute an On-Call Materials Testing, Special Inspection, and Geotechnical Engineering Support Services Agreement with Kleinfelder, Inc., for a term of three (3) years, with the option for two (2) one-year extensions at the sole discretion of the President/CEO, in an amount not-to-exceed \$5,000,000 in support of the Capital Improvement Program, the New Terminal 1 (New T1) Program, and other sustainability and facility operations initiatives at San Diego International Airport.

Adopt Resolution No. 2022-0040, approving and authorizing the President/CEO to negotiate and execute an On-Call Materials Testing, Special Inspection, and Geotechnical Engineering Support Services Agreement with Wood Environment & Infrastructure Solutions, Inc., for a term of three (3) years, with the option for two (2) one-year extensions at the sole discretion of the President/CEO, in an amount

not-to-exceed \$5,000,000 in support of the Capital Improvement Program, the New Terminal 1 (New T1) Program, and other sustainability and facility operations initiatives at San Diego International Airport.

Adopt Resolution No. 2022-0041, approving and authorizing the President/CEO to negotiate and execute an On-Call Materials Testing, Special Inspection, and Geotechnical Engineering Support Services Agreement with Ninyo & Moore Geotechnical & Environmental Sciences Consultants, for a term of three (3) years, with the option for two (2) one-year extensions at the sole discretion of the President/CEO, in an amount not-to-exceed \$5,000,000 in support of the Capital Improvement Program, the New Terminal 1 (New T1) Program, and other sustainability and facility operations initiatives at San Diego International Airport.

9. Award a Contract to S&L Specialty Construction, Inc., for Quieter Home Program Phase 11, Group 9, Project No. 381109 Thirty-Two (32) Non-Historic Single-Family Units on Thirty-Two (32) Residential Properties Located East and West of the San Diego International Airport:

Recommendation: Adopt Resolution No. 2022-0042, awarding a contract to S&L Specialty Construction, Inc in the amount of \$1,780,859.00 for Phase 11, Group 9, Project No. 381109, of the San Diego County Regional Airport Authority's Quieter Home Program.

10. Approve and Authorize the President/CEO to Execute On-Call Service Agreements with Carlson Baker Arts LLC, Cinnabar California, Inc., and Gizmo Art Production, Inc. to provide On-Call Public Art Handling, Relocation, Fabrication, and Installation Services:

RECOMMENDATION: Adopt Resolution No. 2022-0043, approving and authorizing the President/CEO to execute On-Call Public Art Handling, Relocation, Fabrication and Installation Service Agreements with Carlson Baker Arts LLC, Cinnabar California, Inc. and Gizmo Art Production, Inc. each agreement, for a term of four (4) years, with the option for two (2) one-year extensions at the sole discretion of the President/CEO, for an aggregate total not-to-exceed amount of \$1,800,000.

11. Approve And Authorize The President/CEO To Execute An Agreement With Frasca & Associates, LLC For Financial Advisory Services:

RECOMMENDATION: Adopt Resolution No. 2022-0044, approving and authorizing the President/CEO to execute an agreement with Frasca & Associates, LLC for financial advisory services for a term of five (5) years with two (2) one-year options to extend the term with a maximum amount payable not-to-exceed \$3,700,000.

PUBLIC HEARINGS:

OLD BUSINESS:

NEW BUSINESS:

CLOSED SESSION: The Board recessed into closed session at 9:55 a.m. to hear Item 12.

12. CONFERENCE WITH LABOR NEGOTIATORS

Cal. Gov. Code §54957.6

Agency designated representatives: Monty Bell, Scott Brickner, Angela Shafer-Payne, Greg Halsey, Rod Betts, Jeff Rasor, Lola Barnes

Employee organization: California Teamsters Local 911

REPORT ON CLOSED SESSION: The Board adjourned out of closed session at 10:51 a.m.

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 10:51 a.m.

APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD THIS 2nd DAY OF JUNE 2022.

ATTEST:



TONY R. RUSSELL
DIRECTOR, BOARD SERVICES /
AUTHORITY CLERK

APPROVED AS TO FORM:



AMY GONZALEZ
GENERAL COUNSEL