

**DRAFT
SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD
MINUTES
THURSDAY, SEPTEMBER 2, 2010
BOARD ROOM**

CALL TO ORDER: Chair Gleason called the meeting of the San Diego County Regional Airport Authority Board to order at 9:12 a.m. on Thursday, September 2, 2010 in the Board Room at the San Diego International Airport, Commuter Terminal, 3225 North Harbor Drive, San Diego, CA 92101.

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

ROLL CALL:

PRESENT: Board Members: Boland, Cox, Desmond, Finnila, Gleason, Panknin, Col. Richie (Ex Officio), Robinson, Smisek, Young

ABSENT: Board Members: Berman (Ex Officio)

ALSO PRESENT: Thella F. Bowens, President/CEO; Breton K. Lobner, General Counsel; Tony R. Russell, Director, Corporate Services/Authority Clerk; Sara Real, Assistant Authority Clerk I

Chair Gleason noted that today's Board Meeting is dedicated in the memory of former Board Member, Robert Maxwell, and called for a moment of silence.

Bryan Enarson, Vice President, Development, introduced the new Director of the Terminal Development Program, David Brush.

Chair Gleason noted that some agenda items would be taken out of order, with Item 19 being heard first.

NEW BUSINESS:

19. DISCUSSION AND POSSIBLE DIRECTION REGARDING TAXICAB AND VEHICLES FOR HIRE CONCESSIONS:

Vernon Evans, Vice President, Finance/Treasurer, provided a presentation on the Ground Transportation Concession Update, which included the Comprehensive Ground Transportation Management Plan (CGTMP), Taxicab / Shuttle Concession Opportunity, Three Approaches to Addressing Concession Opportunity, Approach No. 1 – Contract with Concessionaire, Financial Evaluation of Concession Approach, Concession Revenue Evaluation – Taxicabs, Concession Revenue Evaluation – Shuttles, Approach No. 2 – Partner with the Industry, Ground Transportation Service Improvement

Plan – Approach No. 2, Approach No. 3 – Maintain Status Quo with Improvements, Financial Evaluation of Status Quo with Improvements, Industry Outreach and Status, and Next Steps.

In response to Board Member Panknin regarding co-ops, Thella F. Bowens, President/CEO, stated that co-ops could be formed, and she stated that the individual that runs the co-op would not be required to be a permit holder.

Board Member Boland expressed his support for Approach No. 2. He suggested that on page 4 of the staff report, under Benefits (4), the statement 'if the Authority acts in the future to declare airport permits are non-transferable', to change 'if' to 'when'.

In response to Board Member Finnila regarding expanding formal driver training, Mr. Evans stated that the training will be mandatory.

Board Member Desmond expressed support for Approach No. 2. He suggested that all vehicles should be required to be "clean air" instead of implementing fees for non-clean air vehicles. He further stated that he did not see a need for a common vehicle appearance, and that a date and time needs to be set for when permits are to become non-transferable.

Ms. Bowens noted that "clean vehicles" are addressed in the Air Quality Management Plan adopted by the Board, including time tables and fee structures.

Board Member Robinson stated that the current cost recovery for the taxi trip fee is not acceptable, and that the trip charges need to be programmed on the meter. He spoke in support of encouraging the City of San Diego to allow the trip fee to be programmed on the meter.

Chair Gleason stated that the concessions process needs clarity and speed. He stated that he would like to see action on this issue this fiscal year.

Chair Gleason and Board Members Boland, Cox, Desmond, Panknin, Robinson, Smisek and Young reported ex-parte communications with Mike McDade and Jeff Marston, representing the San Diego Transportation Association.

MIKE MCDADE, SAN DIEGO TRANSPORTATION ASSOCIATION, provided a presentation titled Precious Cargo: Ensuring a Thriving Future at San Diego International Airport, which included Who We Are, Success of the Transportation System in Place, Benefits of an Improved Current Model, and the Fruits of Partnership.

JEFF MARSTON, SAN DIEGO TRANSPORTATION ASSOCIATION, urged the Board to consider an extended time frame for transitioning to a concession.

CARELYN REYNOLDS, SAN DIEGO, commended the Board on their work on this issue.

IDRIS WAHAB, SAN DIEGO, spoke in opposition to a concession.

KAMRAN HAMIDI, SAN DIEGO, made several suggestions to improve staff's recommended Approach No. 2, which included having an independent leader, all-in per mode, no legal liability for the association, the annual decal fee must be fixed at no more than \$100 per year, and access to Airport real assets.

ALEX GEBRESALASSIE, SAN DIEGO, spoke in support of Approach No. 2 and requested more time for implementation.

JOHN HAWKINS, SAN DIEGO, stated that the system currently in place does not need to be changed and made several suggestions for improvement, which included every vehicle having a drive cam, GPS, have surprise inspections by the California Highway Patrol once a month for the next twelve months, and visit their maintenance yards and offices.

TONY HUESO, SAN DIEGO, spoke in support of Approach No. 2.

MARGO TANQUAY, SAN DIEGO, spoke in support of Approach No. 2.

JOE TERZI, SAN DIEGO, San Diego Convention & Visitors Bureau, spoke in support of Approach No. 2, and urged the Board to ensure measures are in place to give tourists a good experience when arriving in San Diego.

MICHEL ANDERSON, SAN DIEGO, spoke in support of Approach No. 2.

Board Member Cox spoke in support of Approach No. 2. He suggested that instead of an onsite dispatcher, an independent third party controlled by the Authority be employed. He stated that the program should be phased in quickly, but correctly.

Board Member Panknin reported ex-parte communications with Kamran Hamidi and Yellow Cab representatives.

Board Member Panknin spoke in support of staff's recommendation, and he stated that in order to partner with our stakeholders, the Authority should assist with the cost. He suggested considering group insurance for drivers to improve their ability to make a living. He further stated that the Authority should carefully consider the idea of making permits non-transferable.

Board Member Robinson moved to accept staff's recommendation, changing "if" to "when" regarding permit transfers outlined in the staff report, to maintain the six month window for implementation and include the "10 points" outlined in the letter of June 25, 2010 from Vernon Evans. Board Member Desmond seconded the motion.

In response to Board Member Young regarding how interactions with the industry will be conducted, Ms. Bowens stated that there will be a solicitation process, and all interested parties will be invited to submit a proposal. She further stated that each group has representatives and the Authority will continue to meet with them.

Board Member Young requested regular updates on the process, and he commended staff on their outstanding performance on this issue. He also spoke in support of the motion but stated that six months may be too soon for implementation.

Board Member Cox suggested that the on-site dispatcher be industry funded instead of industry provided. Board Member Robinson concurred.

Chair Gleason stated that he would like to go through what he has heard to ensure that everyone is on the same page, and that it is acceptable to the maker and seconder of the motion. He stated that the motion should include that staff return to the Board in March 2011 with an update; that there is no predetermined number of entities that will be allowed; that regarding the "10 points", the changes regarding the dispatcher and that the permit transfers are needed to ensure a more fair system, and that it may involve transfer fees or that it may involve some set amortization with the goal to bring the permits under the control of the Authority; that the process be open to all and competitive; that taxis and shuttles will be competed separately; that staff investigate Board Member Panknin's points about training and purchasing. He further stated that staff is to discuss the suggestions made by John Hawkins and Kamran Hamidi.

Board Members Robinson and Desmond concurred.

RECOMMENDATION: Partner with the ground transportation industry in implementing service improvements at SDIA; provide timeframe for industry to establish business entities and sign MOUs with Authority governing new operational relationships; if performance does not improve, authorize staff to prepare a solicitation for concession services.

ACTION: Moved by Board Member Robinson and seconded by Board Member Desmond to direct staff to proceed with the requested recommendation, changing 'if' to 'when' regarding permit transfers outlined in the staff report, to maintain the six month window for implementation to include the "10 points" outlined in the letter of June 25, 2010 from Vernon Evans to Michael McDade and Tony Hueso. The Board also directed that this item be brought back to the Board at its March 2011 meeting for an update; there is no predetermined number of entities to be formed; that the dispatcher be industry-funded and controlled by the Authority; that the Authority permit transfer policy be amended so that permits become non-transferable after a certain period, and to bring them back under the control of the Authority; that the process be open to all and competitive; that the process is separate for taxicabs and shuttles; that staff investigate how the Authority can assist with lowering the costs for taxi drivers through a group insurance program; to offer driver training; and directed staff to discuss the specific suggestions made by John Hawkins and Kamran Hamidi. Motion carried by the following vote: YES – Boland, Cox, Desmond, Finnilla, Gleason, Panknin, Robinson, Smisek, Young; NO – None; ABSENT – None. (Weighted Vote Points: YES – 100; NO – 0; ABSENT– 0)

The Board recessed at 10:46 a.m. and reconvened at 10:56 a.m.

22. APPROVE POLICY 9.40 - "WORKER RETENTION FOR EMPLOYEES OF CONTRACTORS AND SUBCONTRACTORS PROVIDING SERVICES AT SAN DIEGO INTERNATIONAL AIRPORT":

Jeff Woodson, Vice President, Administration, and Jana Vargas, Director, Procurement, provided a presentation on Worker Retention for Employees of Contractors and Subcontractors at SDIA, which included Board Timeline, Policy Background, Policy Definitions, Policy Administration, Policy Enforcement, Policy Exemptions, Fiscal Impact, and Conclusion.

Chair Gleason expressed concern regarding the extensive amount of changes being presented. He suggested that more time is needed for staff to work with legal counsel and the stakeholders. He stated that the policy is over complicated and needs to be simplified.

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Board Member Young expressed concern regarding the wage cap, and also expressed concern regarding certain job training exclusions. He stated that there are training programs that could be helpful. He further stated that staff needs to get input from the stakeholders regarding the 90 day transition.

Board Member Young moved to continue this item to the October Board Meeting. Chair Gleason seconded the motion.

Board Member Boland expressed concern regarding approving the worker retention policy before understanding where the Authority is in regards to concessions. He stated that the policy is too broad.

Board Member Desmond noted that Union employees were not addressed, and he expressed concern that the policy raises more questions than it answers.

Board Member Finnila expressed concern with the proposed policy and that the policy exposes the Authority to legal issues.

CHRISTINE SWANSON, SAN DIEGO, spoke in support of the proposed policy.

Thella F. Bowens, President/CEO, noted that this policy was developed at the request of the Board, and stated that staff needs clarity to proceed. She suggested that the item be heard again to allow another discussion.

Board Member Boland suggested that this issue be delayed until after the workshop on concessions.

Board Member Cox stated that he would like to see better alternatives at the next Board Meeting, and a recommendations from staff.

Board Member Young suggested that the proposed policy could be brought back for further discussion to include a recommendation from staff based on the Board discussions at this meeting.

Chair Gleason provided an overview of the discussions and on the history of this issue. He stated that everyone seems to share some of the general values and goals, and the discussion is how to make them happen. He agreed that the proposed policy should be presented again so that the Board has something to discuss.

Board Member Robinson suggested that an alternative policy be developed that includes incentives.

RECOMMENDATION: Adopt Resolution No. 2010-0100, approving Policy 9.40 - "Worker Retention for Employees of Contractors and Subcontractors Providing Services at San Diego International Airport".

ACTION: Moved by Board Member Young and seconded by Chair Gleason to continue this item to the October 7, 2010 Board Meeting. Motion carried by the following vote: YES – Boland, Cox, Desmond, Finnilla, Gleason, Panknin, Robinson, Smisek, Young; NO – None; ABSENT – None. (Weighted Vote Points: YES – 100; NO – 0; ABSENT– 0)

23. DISCUSSION AND POSSIBLE DIRECTION REGARDING EMPLOYEE PURCHASES OF SERVICE CREDITS FROM THE SAN DIEGO CITY RETIREMENT SYSTEM (SDCERS):

Jeff Lindeman, Director, Human Resources, provided a report on this item.

Mark Hovey, Chief Executive Officer, San Diego City Employee's Retirement System (SDCERS), provided an overview of this issue. He stated that members have been posing many questions to SDCERS about this issue, and he is developing a Frequently Asked Questions document to post on the SDCERS website. He stated that questions have arisen such as if employee's individual contracts will be honored, regardless of the issue. He stated that all of the answers have been reviewed by the tax counsel and fiduciary counsel. He further stated that a public meeting will be held on September 16, 2010 to give interested members and stakeholders an opportunity to ask questions.

STEVE CORNELL, SAN DIEGO, expressed concern regarding the purchase of service credits.

Board Member Finnilla moved that the Authority take no action to cover the amount underfunded. The item was tabled.

In response to Chair Gleason regarding potential liability in regards to the pricing on service credits, Breton Lobner, General Counsel, stated that the City of San Diego is not guaranteeing SDCERS for the Authority's retirement plan. He stated that there were communications to the Authority employees who are affected that the plan was underfunded at the time of this issue, and it becomes a question of negligence on behalf of SDCERS.

Mr. Lobner noted that the City of San Diego cannot make any payment on this issue as they are prohibited by code. He stated that all codes indicate that the purchase of service credits falls to the employee. He further stated that there are tax implications in the event that the Authority wishes to make the payment, which could put the Authority's tax exempt status in jeopardy.

Board Member Boland suggested that the motion be tabled until the SDCERS Board addresses the issue. Board Member Finnila concurred.

Board Member Cox suggested that when this issue comes before the Board again, all the numbers need to be clearly explained so that the Board can understand the magnitude of the costs.

Board Member Robinson requested that the tax counsel finalize their opinion regarding this issue before the next meeting.

RECOMMENDATION: Receive an update on the outcome of litigation between the City of San Diego and the San Diego City Employees' Retirement System (SDCERS), and possibly provide direction to staff.

ACTION: No action taken.

CLOSED SESSION:

SUHAIL KHALIL, SAN DIEGO, spoke regarding the Part 150 Study and the supplemental EIR for the Authority.

KEN LOUNSBERY, SAN DIEGO, representing JC Decaux, spoke in support of General Counsel's recommended settlement.

The Board recessed into Closed Session at 12:19 p.m. to discuss Items 26, 28, 29, 30, 31 and 32.

- 25. CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION:**
(Government Code Section 54956.9 (a)):
San Diego Unified Port District v. TDY Industries, Inc., et al., and related cross-actions. U.S. District Court, Southern District Case No. 03 CV 1146-B (POR).
- 26. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:**
Real Property Negotiations pursuant to Cal. Gov. Code sections 54954.5(b) and section 54956.8.
Property: 1.15 acre parcel located at the northern terminus of 13th Street in Imperial Beach
Agency Negotiators: Vernon D. Evans, Vice President, Finance/Treasurer
Under Negotiation: Sale – Terms of Payment and Conditions.

- 27. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:**
Real property negotiations pursuant to Cal. Gov. Code Sections 54954.5(b) and section 54956.8.
Property: Salt Plant – 17 acre parcel located at 1470 Bay Boulevard, San Diego
Agency Negotiators: Vernon D. Evans, Vice President, Finance/Treasurer
Negotiating Parties: United States Fish and Wildlife Service, GGTV, LLC (current tenant) and/or other interested parties
Under Negotiation: Sale – terms and conditions.
- 28. CONFERENCE WITH LEGAL COUNSEL-EXISTING LITIGATION:**
Pursuant to Government Code Section 54956.9(a):
Save Our Heritage Organization v. San Diego Unified Port District, et al.,
San Diego Superior Court Case No. 37-2009-00097828-CU-TT-CTL
- 29. CONFERENCE WITH LEGAL COUNSEL--EXISTING LITIGATION:**
(Cal. Gov. Code Section 54956.9(a)):
San Diego Unified Port District v. Argonaut Insurance Company, et al, L.A.S.C. GIC 874394
- 30. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:**
Real Property Negotiations pursuant to Cal Gov. Code §§ 54954.5(b) and 54956.8
Property: 3.76 acre easement across MCRD and San Diego Unified Port District property located on the Washington Street extension south of Pacific Highway, in the City of San Diego, CA.
Agency negotiators: Vernon Evans, Vice President, Finance/Treasurer and Troy Leech, Director, Real Estate Management.
Under Negotiation: Consideration of MCRD's request for exclusive use of portion of the easement; possible realignment of access and rights; acquisition of easement or right of way from the San Diego Unified Port District.
- 31. CONFERENCE WITH LEGAL COUNSEL--EXISTING LITIGATION:**
(Cal. Gov. Code Section 54956.9(a)):
City of San Diego, Historical Resources Board: In re: Western Salt Company Salt Works, Report No. HRB-08-005
- 32. CONFERENCE WITH LEGAL COUNSEL: INITIATION OF LITIGATION:**
Pursuant to Cal. Gov. Code section 54956.9(c)
Potential Cases: 1 (JCDecaux)

REPORT ON CLOSED SESSION: The Board reconvened into open session at 1:02 p.m. There was no reportable action.

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CONSENT AGENDA (Items 1-18):

Chair Gleason registered his NO vote on Item 12.

ACTION: Moved by Board Member Cox and seconded by Board Member Smisek to approve the Consent Agenda. Motion carried by the following vote: YES – Boland, Cox, Desmond, Finnilla, Gleason, Panknin, Robinson, Smisek, Young; NO – None; ABSENT – None. (Weighted Vote Points: YES – 100; NO – 0; ABSENT – 0)

1. **APPROVAL OF MINUTES:**
RECOMMENDATION: Approve the minutes of the June 21, 2010 Special Board meeting, and the July 1, 2010 regular meeting.
2. **ACCEPTANCE OF BOARD AND COMMITTEE MEMBERS' WRITTEN REPORTS ON 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 attendance at other meetings, trainings and events not covered by the current resolution.
3. **SEPTEMBER 2010 LEGISLATIVE REPORT:**
RECOMMENDATION: Adopt Resolution No. 2010-0089, approving the September 2010 Legislative report.
4. **NOTIFICATION OF BOARD MEMBER WEIGHTED VOTE POINT ALLOCATION AS REQUIRED BY SECTION 170014 OF THE PUBLIC UTILITIES CODE:**
RECOMMENDATION: Accept the report.
5. **AMEND AUTHORITY CODE SECTION 2.30 (C)(1) – CONFLICT OF INTEREST CODE:**
RECOMMENDATION: Adopt Resolution No. 2010-0090, amending Authority Code Section 2.30 (c) (1) – Conflict of Interest Code, updating the list of designated employees.

CLAIMS

COMMITTEE RECOMMENDATIONS

6. **RECEIVE THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2010:**
RECOMMENDATION: The Finance Committee recommends that the Board receive the report.

7. **RECEIVE THE AUTHORITY'S INVESTMENT REPORT AS OF JUNE 30, 2010:**
RECOMMENDATION: The Finance Committee recommends that the Board receive the report.
8. **REQUIRED COMMUNICATIONS FROM THE EXTERNAL AUDITOR TO THE AUDIT COMMITTEE:**
RECOMMENDATION: The Audit Committee recommends that the Board receive the information.
9. **FISCAL YEAR 2010 – ANNUAL REPORT FROM THE AUDIT COMMITTEE:**
RECOMMENDATION: The Audit Committee recommends that the Board receive the information.
10. **FISCAL YEAR 2010 – ANNUAL AUDIT ACTIVITIES REPORT AND AUDIT RECOMMENDATIONS FROM THE OFFICE OF THE CHIEF AUDITOR:**
RECOMMENDATION: The Audit Committee recommends that the Board receive the information.

CONTRACTS AND AGREEMENTS

11. **AWARDED CONTRACTS, APPROVED CHANGE ORDERS FROM JUNE 7, 2010 THROUGH AUGUST 8, 2010 AND REAL PROPERTY AGREEMENTS GRANTED AND ACCEPTED FROM JUNE 7, 2010 THROUGH AUGUST 8, 2010:**
RECOMMENDATION: Receive the report.
12. **APPROVE THE SECOND AMENDMENT TO AGREEMENT WITH ALL STAR EVENT PRODUCTIONS, INC., DBA ALL STAR GROUP, FOR HOLIDAY DECORATING SERVICES:**
RECOMMENDATION: Adopt Resolution No. 2010-0091, approving the Second Amendment to the Agreement with All Star Event Productions, Inc., DBA All Star Group, authorizing the President/CEO to exercise the agreement's option to extend the term for two additional years, and increasing the amount payable by \$160,000 for a total not-to-exceed amount of \$250,000.
13. **AUTHORIZE THE PRESIDENT/CEO TO AWARD A CONTRACT TO STRONG TOWER CONSTRUCTION, LLC, DBA KOCH CORPORATION, FOR QUIETER HOME PROGRAM PHASE 5, GROUP 9A (25 WEST SIDE, NON-HISTORIC, UNITS ON 5 RESIDENTIAL PROPERTIES):**
RECOMMENDATION: Adopt Resolution No. 2010-0092, authorizing the President/CEO to award a contract to Strong Tower Construction, LLC, DBA Koch Corporation, in the amount of \$459,519.00, for Phase 5, Group 9A, Project No. 380509A, of the San Diego County Regional Airport Authority's Quieter Home Program.

14. AUTHORIZE THE AWARD OF AN AGREEMENT FOR BOND DISCLOSURE LEGAL SERVICES TO QUATEMAN, LLP:

RECOMMENDATION: Adopt Resolution No. 2010-0093, authorizing the award of an agreement for bond disclosure legal services to Quateman, LLP for a term of three (3) years with two (2) one-year options to extend the term for one (1) additional year and with a maximum amount payable of \$300,000.

15. AUTHORIZATION TO EXECUTE A MEMORANDUM OF AGREEMENT WITH THE FEDERAL AVIATION ADMINISTRATION COVERING NAVIGATIONAL AIDS AT SAN DIEGO INTERNATIONAL AIRPORT:

RECOMMENDATION: Adopt Resolution No. 2010-0101, authorizing the President/CEO to enter into a Memorandum of Agreement with the Federal Aviation Administration (FAA) covering all FAA-owned and operated navigational aids at San Diego International Airport.

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

16. AUTHORIZE THE PRESIDENT/CEO TO AWARD ON-CALL GENERAL CONSTRUCTION SERVICES AGREEMENTS TO APEX CONTRACTING & RESTORATION, INC.; DYNAMIC CONTRACTING SERVICES, INC.; MW CONSTRUCTION, INC.; CALDERON BUILDERS, INC.; AND THE VASQUEZ COMPANY:

RECOMMENDATION: Adopt Resolution No. 2010-0095, authorizing the President/CEO to award On-Call General Construction Services Agreements to: Apex Contracting & Restoration, Inc.; Dynamic Contracting Services, Inc.; MW Construction, Inc.; Calderon Builders, Inc.; and The Vasquez Company - each agreement for a three-year term and a not-to-exceed amount of \$3,000,000.00, to provide general construction services support for the San Diego International Airport's ("SDIA's") Capital Major Maintenance Program.

17. AUTHORIZE THE PRESIDENT/CEO TO AWARD ON-CALL ELECTRICAL SERVICES AGREEMENTS TO LASER ELECTRIC, INC.; ENSLEY ELECTRIC, INC.; ACCURATE ENGINEERING INTEGRATED CONSTRUCTION SERVICES, INC.; NEAL ELECTRIC CORP.; AND SADLER ELECTRIC, INC.:

RECOMMENDATION: Adopt Resolution No. 2010-0096, authorizing the President/CEO to award On-Call Electrical Services Agreements to: Laser Electric, Inc.; Ensley Electric, Inc.; Accurate Engineering Integrated Construction Services, Inc.; Neal Electric Corp.; and Sadler Electric, Inc. - each agreement for a three-year term and a not-to-exceed amount of \$3,000,000.00, to provide electrical services support for the San Diego International Airport's Capital Major Maintenance Program.

- 18. AWARD OF CONTRACT TO RICONDO & ASSOCIATES, INC. FOR TECHNICAL SERVICES IN THE DEVELOPMENT OF AIRPORT LAND USE COMPATIBILITY PLANS FOR SAN DIEGO INTERNATIONAL AIRPORT, NAVAL AIR STATION NORTH ISLAND, AND NAVAL OUTLYING FIELD IMPERIAL BEACH IN AN AMOUNT NOT TO EXCEED \$2.3 MILLION:**
RECOMMENDATION: Adopt Resolution No. 2010-0094, approving the award of a contract to Ricondo & Associates, Inc. to provide technical services in the development of Airport Land Use Compatibility Plans (ALUCPs) for San Diego International Airport (SDIA), Naval Air Station (NAS) North Island, and Naval Outlying Field (NOLF) Imperial Beach, and for the completion of a GIS Implementation Tool for all 16 ALUCPs, in an amount not to exceed \$2,300,000.

PRESENTATION(s):

A. SDCRAA BUSINESS CONTINUITY PLAN AND DISASTER RECOVERY PLAN (EDUCATIONAL ITEM):

David Boenitz, Director, Business Planning, provided a presentation on the Business Continuity Plan (BCP) and Disaster Recovery Plan (DRP), which included Definitions, Background, Airport Emergency Plan (AEP) versus Business Continuity Plan, BCP Planning – “R” We Ready?, Recognize, Respond, Recover, Resume, Revisit, and What’s Next?

In response to Chair Gleason regarding Board Member notifications, Thella F. Bowens, President/CEO, stated that the protocols for notifying Board Members are incorporated in the Communications Plan. She stated that the FAA requires that certain powers be given to the Executive Director in case of emergency.

B. CENTRAL RECEIVING & DISTRIBUTION CENTER/AUTHORITY WAREHOUSE DEVELOPMENT AND FINANCING UPDATE:

Vernon Evans, Vice President, Finance/Treasurer, provided a presentation on the Central Receiving and Distribution Center (CRDC)/Authority Warehouse Development and Financing Update, which included Potential Northside Development, CRDC/Authority Warehouse Site Plan, Conceptual Floor Plan, Development/Financing Options, Framework for Development/Financing Options, and Next Steps.

In response to Board Member Panknin regarding additional work needed to prepare for this facility, Angela Shafer-Payne, Vice President, Planning & Operations, stated that a Supplemental Environmental Impact Report (EIR) is being developed.

C. UPDATE ON THE LIFE CYCLE MANAGEMENT PROGRAM:

Wayne Harvey, Director, Facilities Management, provided a presentation on the Life Cycle Management Program, which included Water Savings, Electrical Savings, Commissioning, Leadership in Energy and Environmental Design (LEED) Certification, and Financial Impact.

D. AUTHORITY'S FINANCIAL UPDATE:

Vernon Evans, Vice President, Finance/Treasurer, provided an update on the Authority's Financial Condition.

E. UPDATE ON BOND ISSUANCE:

Vernon Evans, Vice President, Finance/Treasurer, provided an update on bond issuance. Mr. Evans stated that he has met with the bond insurer and rating agencies as well.

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

STANDING BOARD COMMITTEES

- **AUDIT COMMITTEE:**
Board Member Smisek reported that the Committee met on August 30, 2010, and forwarded items to the Board for acceptance.
- **EXECUTIVE PERSONNEL AND COMPENSATION COMMITTEE:**
Board Member Desmond reported that the Committee will be meeting on September 21, 2010 at 8:30 a.m.
- **FINANCE COMMITTEE:** None
- **TERMINAL DEVELOPMENT PROGRAM COMMITTEE:**
Board Member Boland reported that the Committee met on August 23, 2010.
- **REGIONAL AVIATION STRATEGIC PLAN COMMITTEE:**
Board Member Finnilla stated that the Committee met on August 30, 2010. She reported that she will be making four public appearances in the County during September to promote the RASP.

ADVISORY COMMITTEES

- **AIRPORT ADVISORY COMMITTEE:**
Board Member Panknin reported that the Committee will be meeting on September 16, 2010.
- **PUBLIC ART ADVISORY COMMITTEE:** None

LIAISONS

- **CALTRANS:** None
- **MILITARY AFFAIRS:** None
- **PORT:**
Chair Gleason reported that he and Board Member Robinson met with the Port Commissioners on August 19, 2010.

BOARD REPRESENTATIVES (EXTERNAL)

- **SANDAG TRANSPORTATION COMMITTEE:**
Board Member Smisek reported that the Committee did not meet in August and would have its next meeting on September 3, 2010.
- **SCAG AVIATION TASK FORCE:** None
- **WORLD TRADE CENTER:** None

CHAIR'S REPORT:

Chair Gleason reported that the Authority received an award from the Airport Minority Advisory Council Award for small business outreach efforts. He also reported that the Authority received an award for its outstanding contribution toward and in support of San Diego subcontracting community interests and issues from the San Diego Chapter of the American Subcontracting Association. He reminded the Board that a Retreat will be held on September 17 and 18 in the Board Room. He also reported that he and Board Member Robinson would be attending the Chamber DC delegation trip at the end of September.

PRESIDENT/CEO REPORT:

Thella F. Bowens, President/CEO, reported that on October 1, there will be new nonstop air service from San Diego to Maui on Alaska Air daily. She also reported that a new route from San Diego to Puerto Vallarta will be beginning daily service on November 12. She also reported that in January, a new nonstop route will begin three times weekly from San Diego to Omaha via Frontier Airlines.

Board Member Young left the dais at 1:47 p.m.

NEW BUSINESS (cont.):

20. AUTHORIZE THE PRESIDENT/CEO TO EXECUTE AN AGREEMENT WITH HSS, INC., FOR CONTRACT SECURITY SERVICES:

George Condon, Director, Aviation Operations and Public Safety, provided a report on the award for contract security services.

JOHN DADIAN, SAN DIEGO, Dadian & Associates, spoke in opposition to staff's recommendation. He stated that the original bid amount for Heritage Security was lower than the awardee, and that Heritage is the only San Diego-based firm on the short list.

Board Member Boland reported ex-parte communications with John Dadian.

In response to Board Member Boland in regards to the reduction in price, Thella F. Bowens, President/CEO, stated that it is standard practice for the Authority to negotiate the price after a vendor is selected.

Board Member Desmond reported ex-parte communications with John Dadian.

In response to Board Member Desmond regarding the importance of selecting a local business, Mr. Condon stated that no points were allocated for local businesses.

Board Member Panknin stated that this is a local preference issue, and he suggested that a policy be developed where points are awarded for local businesses.

In response to Board Member Cox regarding how the contract was awarded, Mr. Condon stated that it was determined through a blending of the five evaluation criteria.

MIKE LANHAM, Vice President of Aviation Security Services, HHS Inc., stated that his firm has a very large California operation, and that it places a large emphasis on community involvement, and that his company is committed to opening a satellite office in San Diego.

Breton Lobner, General Counsel, noted that the award must be based on all of the evaluation criteria, not on local preference.

Board Member Boland expressed concern regarding the Request for Proposal (RFP) process and protests.

Chair Gleason expressed concern regarding the lack of detail in the report, taking into consideration the amount of the contract. He stated that the report should have been much more robust and the evaluation matrixes should have been included.

In response to Board Member Desmond regarding consideration being given for local businesses in future contract awards, Mr. Lobner stated that local preference is not permissible in contracts using federal funding.

Amy Gonzalez, Director, Counsel Services, stated that to award a contract based on local preference, there has to be a rationale presented.

Board Member Desmond requested a future agenda item about using the local business preference criteria in contract awards, when permissible.

Board Member Cox expressed support for establishing a policy to award points based on local preference. He further stated that all RFP's should address how worker retention will be handled.

RECOMMENDATION: Adopt Resolution No. 2010-0097, authorizing the President/CEO to execute an agreement with HSS, Inc., for contract security services for five (5) years, including two (2) one-year options to extend the agreement in a not-to-exceed amount of \$15,000,000.

ACTION: Moved by Board Member Desmond and seconded by Board Member Finnila to approve staff's recommendation. Motion FAILED by the following vote: YES – Cox, Desmond, Finnila, Smisek; NO – Boland, Gleason, Panknin, Robinson; ABSENT – Young. (Weighted Vote Points: YES – 44; NO – 43; ABSENT– 13)

Angela Shafer-Payne, Vice President, Planning & Operations, stated that the current security contract does not expire until May 2011 so no award is mandatory at this time.

Chair Gleason requested that staff provide a more detailed report to be discussed at the September Executive Committee Meeting.

Board Member Robinson requested to see the rating matrix for this award.

21. AUTHORIZE PRESIDENT/CEO TO EXECUTE WORK AUTHORIZATIONS FOR CONSTRUCTION PHASE SERVICES FOR THE TERMINAL DEVELOPMENT PROGRAM/THE GREEN BUILD:

Bryan Enarson, Vice President, Development, provided a presentation on the Green Build Work and Task Authorizations for Construction Phase Services, which included an overview of Contracts 1 and 2, and the requested Board action.

RECOMMENDATION:

The Terminal Development Program Committee recommends that the Board adopt Resolution No. 2010-0098, authorizing the President/CEO to execute Work Authorizations for construction phase services and release funding in an amount not-to-exceed \$104,000,000 under Contract 1 (Terminal 2 West Building and Airside Expansion at San Diego International Airport); and

ACTION: Moved by Board Member Boland and seconded by Board Member Panknin to approve staff's recommendation. Motion carried by the following vote: YES – Boland, Cox, Desmond, Finnila, Gleason, Panknin, Robinson, Smisek; NO – None; ABSENT – Young. (Weighted Vote Points: YES – 87; NO – 0; ABSENT– 13)

The Terminal Development Program Committee recommends that the Board adopt Resolution No. 2010-0099, authorizing the President/CEO to execute Work Authorizations for construction phase services and release funding in an amount not-to-exceed \$30,000,000 under Contract 2 (Terminal 2 Elevated Departure Curb / Transit Plaza and Landside Modifications at San Diego International Airport).

ACTION: Moved by Board Member Boland and seconded by Board Member Panknin to approve staff's recommendation. Motion carried by the following vote: YES – Boland, Cox, Desmond, Finnila, Gleason, Panknin, Robinson, Smisek; NO – None; ABSENT – Young. (Weighted Vote Points: YES – 87; NO – 0; ABSENT– 13)

NON-AGENDA PUBLIC COMMENT: None

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:

ADJOURNMENT: The meeting was adjourned at 2:53 P.M.

APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD THIS 7th DAY OF OCTOBER, 2010.

TONY R. RUSSELL
DIRECTOR, CORPORATE SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:

BRETON K. LOBNER
GENERAL COUNSEL

000018

**DRAFT
SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY
SPECIAL BOARD MEETING
MINUTES
BOARD ROOM
FRIDAY, SEPTEMBER 17, 2010**

CALL TO ORDER:

Chair Gleason called the Special Meeting of the Board to order at 2:06 p.m., on Friday, September 17, 2010, in the Board Room of the San Diego International Airport, Commuter Terminal, 3225 N. Harbor Drive, San Diego, CA 92101.

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

ROLL CALL:

PRESENT: Board Members: Boland, Cox, Finnila, Gleason, Panknin, Robinson, Smisek, Young

ABSENT: Board Members: Berman (Ex-Officio), Desmond, Richie (Ex-Officio)

ALSO PRESENT: Thella F. Bowens, President/CEO; Breton K. Lobner, General Counsel; Tony R. Russell, Director, Corporate Services/Authority Clerk; Sara Real, Assistant Authority Clerk I

NON-AGENDA PUBLIC COMMENT:

NEW BUSINESS:

1. CORRECT RESOLUTION NO. 2010-0087 TO CHANGE THE LEGAL ENTITY NAME OF J.P. MORGAN SECURITIES INC. TO J.P. MORGAN SECURITIES LLC:

Breton Lobner, General Counsel, reported that there has been a change in the legal entity of J.P. Morgan Securities Inc. , and all of the assets were transferred to J.P. Morgan Securities LLC. He stated that the resolution approving the issuance of bonds would need to be corrected to reflect this change.

RECOMMENDATION: Adopt Resolution No. 2010-0102, amending and modifying Resolution No. 2010-0087 to change any reference to J.P. Morgan Securities, Inc. to J.P. Morgan Securities, LLC.

ACTION: Moved by Board Member Boland and seconded by Board Member Finnila to approve staff's recommendation. Motion carried by the following vote: YES – Boland, Finnila, Gleason, Panknin, Robinson, Smisek, Young; NO – None; ABSENT – Cox, Desmond. (Weighted Vote Points: YES – 80; NO – 0; ABSENT – 20)

BOARD WORKSHOP:

2. DISCUSSIONS REGARDING BOARD GOVERNANCE, THE FISCAL YEAR 2011 BOARD WORK PLAN, STATE OF THE INDUSTRY AND STRATEGIC BUSINESS PLANNING:

Trudy Sopp, Ph.D., Co-Director, Center for Organizational Effectiveness, provided an overview of the workshop agenda, which included a presentation on the "State of the National Aviation Industry", and a debrief and discussion among Board Members.

Stephen D. Van Beek, ENO Transportation Foundation, provided a presentation on Balancing Service and Financial Risk During a Dynamic Time: Solutions for Policymakers and Airport Authorities, which included the Challenge of Balancing Service and Financial Risk and the Consequences for Airport Management, Economic Context for Aviation, Air Service Trends, Funding/Finance and Local Implications, Critical Issues, New Sources of Private and Public Capital, Optimize Infrastructure Investments, Promote Sustainability and life-Cycle Analysis, and Assume More Responsibility for Passenger Services.

The Board recessed at 3:25 pm and reconvened at 3:31 pm.

Board Member Cox arrived at 4:19 pm.

Ms. Sopp facilitated a debrief and discussion regarding airport operations, which included new technology initiatives.

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ADJOURNMENT: The meeting was recessed at 5:14 p.m. to be reconvened at 9:00 a.m. on September 18, 2010.

APPROVED BY A MOTION OF THE BOARD OF THE SAN DIEGO COUNTY
REGIONAL AIRPORT AUTHORITY THIS 4TH DAY OF NOVEMBER, 2010.

TONY R. RUSSELL
DIRECTOR, CORPORATE SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:

BRETON K. LOBNER
GENERAL COUNSEL

000021

**DRAFT
SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY
SPECIAL BOARD MEETING
MINUTES
BOARD ROOM
SATURDAY, SEPTEMBER 18, 2010**

CALL TO ORDER:

Chair Gleason reconvened the Special Meeting of the Board at 9:05 a.m., on Saturday, September 18, 2010, in the Board Room of the San Diego International Airport, Commuter Terminal, 3225 N. Harbor Drive, San Diego, CA 92101.

PLEDGE OF ALLEGIANCE:

ROLL CALL:

PRESENT: Board Members: Boland, Cox, Finnila, Gleason, Panknin, Robinson, Smisek, Young

ABSENT: Board Members: Berman (Ex-Officio), Desmond, Richie (Ex-Officio)

ALSO PRESENT: Thella F. Bowens, President/CEO; Breton K. Lobner, General Counsel; Tony R. Russell, Director, Corporate Services/Authority Clerk; Sara Real, Assistant Authority Clerk I

NON-AGENDA PUBLIC COMMENT:

BOARD WORKSHOP:

The Board recessed at 9:20 a.m. and reconvened in the Orville and Wilbur Wright Conference Rooms on the second floor at 9:25 a.m.

1. DISCUSSIONS REGARDING BOARD GOVERNANCE, THE FISCAL YEAR 2011 BOARD WORK PLAN, STATE OF THE INDUSTRY AND STRATEGIC BUSINESS PLANNING:

John Hoskins and Gary Magenta, Advantage Performance / Root Learning, facilitated a discussion regarding Strategic Planning, which included Introduction/Background on Advantage Performance / Root Learning / Methodology / Rationale and approach, participation in the "Canyon Map" Exercise, In-Depth Overview of the Strategic Planning Process, and Examples of Previous Work / Plans.

The Board recessed at 11:35 am and reconvened in the Board Room at 11:45 am.

Trudy Sopp, Ph.D., Co-Director, Center for Organizational Effectiveness, facilitated a review of past retreat agreements, future meeting calendar, and work plan.

Board Member Smisek suggested that for each Board agenda item, how that item fits into the Authority's strategic plan be noted. He also suggested that the mission and vision statement and Authority goals be placed in the terminals.

Regarding the future meeting calendar, Chair Gleason requested that Board members notify him of any conflicts they foresee with the calendar, and requested that the calendar be emailed to Board Members for review.

Board Member Panknin suggested that the Board give the Advisory Committee more direction, be specific about areas where the Board wants the Committee to focus, and to involve them more in the strategic planning process. He suggested that a discussion regarding this issue be added to the Executive Committee agenda.

Board Member Finnila suggested that the Authority coordinate with Caltrans regarding the Washington Street exit.

Thella F. Bowens, President/CEO, requested that Board Member Robinson be the liaison for the Airport Land Use Compatibility Plan Steering Committee, and that Board Member Panknin be the alternate. The Board concurred.

Board Member Boland spoke regarding setting goals for the Airport Land Use Commission. He also suggested that the Authority's goals be laminated and placed in each Board Members' binder.

Board Member Cox suggested that a pocket card be created that lists the Authority's goals and vision.

ADJOURNMENT: The meeting was adjourned at 12:54 p.m.

APPROVED BY A MOTION OF THE BOARD OF THE SAN DIEGO COUNTY
REGIONAL AIRPORT AUTHORITY THIS 4TH DAY OF NOVEMBER, 2010.

TONY R. RUSSELL
DIRECTOR, CORPORATE SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:

BRETON K. LOBNER
GENERAL COUNSEL

C00024

Revised 11/03/10
DRAFT
SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD
MINUTES
THURSDAY, OCTOBER 7, 2010
BOARD ROOM

CALL TO ORDER: Chair Gleason called the meeting of the San Diego County Regional Airport Authority Board to order at 9:00 a.m. on Thursday, October 7, 2010, in the Board Room at the San Diego International Airport, Commuter Terminal, 3225 North Harbor Drive, San Diego, CA 92101.

PLEDGE OF ALLEGIANCE: Board Member Finnila led the pledge of allegiance.

ROLL CALL:

PRESENT: Board Members: Berman (Ex-Officio), Boland, Finnila, Gleason, Panknin, Col. Richie (Ex-Officio), Robinson, Smisek, Young

ABSENT: Board Members: Cox, Desmond

ALSO PRESENT: Thella F. Bowens, President/CEO; Breton K. Lobner, General Counsel; Tony R. Russell, Director, Corporate Services; Linda D. Gehlken, Assistant Authority Clerk I

REPORT FROM CITIZEN COMMITTEE:

AIRPORT ADVISORY COMMITTEE:

Richard Beach, First Vice Chair, Airport Advisory Committee, provided a summary report of the Special September 16, 2010 Airport Advisory Committee meeting. He urged the Board to approve the resolution being presented today amending Policy 1.21, in regard to the Authority Advisory Committee. He stated that the next meeting of the Committee will be on October 20, 2010.

Board Member Panknin recommended that the Authority Advisory Committee be provided the opportunity to discuss and give the Board feedback on the following topics: Regional Aviation Strategic Plan (RASP), North Side Development, Terminal Development Program (Green Build), and strategic planning.

Board Member Finnila recommended a yearly review of the topics assigned to the Authority Advisory Committee.

Chair Gleason stated that due to their relevancy to Mr. Beach's comments, Items 4 and 19 would be addressed at this time.

4. AMEND AUTHORITY POLICY 1.21, AUTHORITY ADVISORY COMMITTEE:

RECOMMENDATION: Adopt Resolution No. 2010-0104, amending Authority Policy 1.21 – Authority Advisory Committee.

19. DISCUSSION AND POSSIBLE ACTION REGARDING TOPICS TO BE CONSIDERED BY AUTHORITY ADVISORY COMMITTEE:

RECOMMENDATION: Provide direction to staff.

ACTION: Moved by Board Member Panknin and seconded by Board Member Robinson to approve staff's recommendation for Item 4, and directed that the Authority Advisory Committee should continue to work on the RASP; be involved in the North Side Development; be involved in community feedback regarding how the Authority is moving traffic around in the parking lots associated with the TDP; and be involved in the strategic planning efforts discussed at the recent Board retreat. It was also directed that the Authority Advisory Committee work plan topics be reviewed annually. Motion carried by the following vote: YES – Boland, Finnila, Gleason, Panknin, Robinson, Smisek, Young; NO – None; ABSENT: Cox, Desmond. (Weighted Vote Points: YES – 80; NO – 0; ABSENT – 20)

PRESENTATION(S):

A. GOVERNMENT FINANCE OFFICERS ASSOCIATION (GFOA) AWARDS:

Dennis Coleman, CFO, City of Solana Beach, presented the Authority with a Certificate of Achievement for Excellence in Financial Reporting, and the Distinguished Budget Presentation Award for Fiscal Year 2009 on behalf of the Financial Government Finance Officers Association (GFOA).

B. PRESENTATION OF AIRPORT COUNCIL INTERNATIONAL (ACI) AWARDS:

Richard Kwiatkowski, Director, Marketing, reported that the Authority was recognized and the recipient of the following awards from Airport Council International (ACI):

- Third Place - Newsletter Category: *SAN-E Newsletter*.
- Third Place - Aviation Education Tour Program Category: "*Laverne, the Runway Stowaway*" book.
- First Place - Creative Innovations, Promotional Materials Category: "*Laverne*," the plush toy.

C. NATIONAL PURCHASING INSTITUTE – ACHIEVEMENT OF EXCELLENCE IN PROCUREMENT AWARD:

Jeffrey Woodson, Vice President, Administration, reported that the Authority was awarded the 2010 Achievement of Excellence in Procurement Award by the National Purchasing Institute.

Chair Gleason requested that Item G be heard at this time.

G. UPDATE ON BOND ISSUANCE:

Vernon Evans, Vice President, Finance/Treasurer, provided an update on Bond Issuance, which included Successful Rating Strategy; Market Conditions – Taxable Bonds; 2010 Bond Deal Structure; Strong Demand for SAN Bonds; Recent Airport Transactions and Build America Bonds.

Chair Gleason stated that the Reports from the Board, Ad Hoc, Citizen Committees and Liaisons would be heard next, followed by Non-Agenda Public Comments.

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

STANDING BOARD COMMITTEES

- **AUDIT COMMITTEE:**
Board Member Smisek stated that the Committee had not met during this reporting period, but that work had been done to assist the Executive Personnel and Compensation Committee with the evaluation of the Chief Auditor.
- **EXECUTIVE PERSONNEL AND COMPENSATION COMMITTEE:**
Board Member Boland reported that the Committee met and that the Board would receive a report during Closed Session.
- **FINANCE COMMITTEE:** None
- **TERMINAL DEVELOPMENT PROGRAM COMMITTEE:**
Board Member Boland reported that the Committee will be meeting on October 20, and that an update will be coming forward to the Board on the progress being made.

- **REGIONAL AVIATION STRATEGIC PLAN COMMITTEE:**
Board Member Finnila reported that four RASP Open Houses were held in September, and that more than 100 attendees were present at the sessions. She also reported that SANDAG representatives attended and presented information on the related Airport Multi-Modal Accessibility Plan (AMAP) and Regional Transportation Plan (RTP). She stated that the Open House presentations were also available online through the link: www.sdrasp.com, and that a final RASP public outreach event was scheduled for Tuesday, October 12, 2010 for the San Diego Regional Chamber of Commerce, Transportation Land Use Committee. She invited any group interested in having a RASP presentation to contact the Authority.

ADVISORY COMMITTEES

- **AIRPORT ADVISORY COMMITTEE:** None
- **PUBLIC ART ADVISORY COMMITTEE:**
Chair Gleason reported that a meeting of the Committee is planned for November 1, 2010 and that an update will be provided at the next Board meeting.

Board Member Berman (Ex-Officio) arrived at 9:37 a.m.

LIAISONS

- **CALTRANS:** None
- **MILITARY AFFAIRS:**
Board Member Boland commended Board Member Richie and Authority staff for the contributions made towards a successful Miramar Air Show.
- **PORT:** None

BOARD REPRESENTATIVES (EXTERNAL)

- **SANDAG TRANSPORTATION COMMITTEE:**
Board Member Smisek reported that two meetings had been held during the reporting period, and that the discussions did not relate to the Authority.
- **SCAG AVIATION TASK FORCE:** None

- **WORLD TRADE CENTER:**

Board Member Panknin reported that the World Trade Center will be holding its General Assembly in Beijing. He also reported that the World Trade Center was the recipient of a competitively sought after grant from the U.S. Department of Commerce, in the amount of \$425,000 over three years, to promote potable water technology for U.S. companies overseas. He stated that a Green Supply Chain Management Symposium is being hosted by the World Trade Center on November 12, 2010, and recommended that Authority Procurement Department staff attend the event.

CHAIR'S REPORT:

Chair Gleason reported that he traveled with Board Member Robinson to Washington D.C., as part of the Regional Chamber of Commerce delegation, and met with aviation representatives, including the Department of Transportation, Federal Aviation Administration, members of the Authority's congressional delegation, and Senator Feinstein.

Board Member Robinson stated that a written report on this trip is available and requested the Board's authorization to submit the report to the Regional Chamber of Commerce. There were no objections.

PRESIDENT/CEO'S REPORT:

Thella F. Bowens, President/CEO, reported that she has been traveling extensively as a member of the Future of Aviation Advisory Committee. She stated that the Committee will sunset at the end of December 2010. She reported that she is also a member of the Labor/Work Force and Financing subcommittees, and that work from these subcommittees will soon be presented to the Secretary of the Department of Transportation. She provided an overview of some of the issues being discussed and encouraged anyone interested in having additional information to visit the Future of Aviation Advisory Committee website.

NON-AGENDA PUBLIC COMMENT:

SUE VAN NATTA, SAN DIEGO, spoke in regard to worker retention, and urged the Board to retain the current work force should a new concession plan be adopted.

WINNIE FIELDS, OCEANSIDE, expressed concern that jobs will not be protected with a new concession plan. She urged the Board to adopt a policy that will address the concerns of the work force.

FRANCISCO PINEDA, SAN DIEGO, spoke in support of a worker retention policy.

RABBI LAURIE COSKEY, INTER-FAITH COMMITTEE FOR WORKER JUSTICE, SAN DIEGO, spoke regarding the importance of retaining the jobs of the current concession workers.

LORENA GONZALEZ, SAN DIEGO LABOR COUNCIL, SAN DIEGO, requested the Board to ensure that any new worker retention policy adopted by the Authority protect the service workers currently employed at the airport.

KAMRAN HAMIDI, SAN DIEGO, spoke in opposition of trip fees and requested that the fees be suspended. He provided a hand out to the Board.

CHRISTIAN ANDERSON, SAN DIEGO, spoke in support of the Regional Aviation Strategic Plan (RASP) findings.

CONSENT AGENDA (Items 1-15):

Chair Gleason requested that Item 1 be pulled from the agenda, and be deferred to the November 4, 2010 Board meeting. He confirmed that Item 4 had already been heard and voted on separately.

ACTION: Moved by Board Member Finnila and seconded by Board Member Smisek to approve the Consent Agenda as amended. Motion carried by the following vote: YES – Boland, Finnila, Gleason, Panknin, Robinson, Smisek, Young; NO – None; ABSENT: Cox, Desmond. (Weighted Vote Points: YES – 80; NO – 0; ABSENT – 20)

1. APPROVAL OF MINUTES:

ACTION: This item was pulled from the agenda and deferred to the November 4, 2010 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 attendance at other meetings, trainings and events not covered by the current resolution.

3. OCTOBER 2010 LEGISLATIVE REPORT:

RECOMMENDATION: Adopt Resolution No. 2010-0103, approving the October 2010 Legislative report.

4. **AMEND AUTHORITY POLICY 1.21, AUTHORITY ADVISORY COMMITTEE:**
ACTION: This item was pulled from the consent agenda and voted on separately.
5. **UNAUDITED FINANCIAL STATEMENTS FOR THE TWO MONTHS ENDED AUGUST 31, 2010:**
RECOMMENDATION: Receive the report.
6. **AUTHORITY'S INVESTMENT REPORT AS OF AUGUST 31, 2010:**
RECOMMENDATION: Receive the report.
7. **SUMMARY OF OUTSTANDING COMMERCIAL PAPER AS OF AUGUST 31, 2010:**
RECOMMENDATION: Receive the report.

CLAIMS

8. **AUTHORIZE THE REJECTION OF THE CLAIM OF CHRISTIAN WINKLE:**
RECOMMENDATION: Adopt Resolution No. 2010-0105, authorizing the rejection of the claim of Christian Winkle.

COMMITTEE RECOMMENDATIONS

CONTRACTS AND AGREEMENTS

9. **AWARDED CONTRACTS, APPROVED CHANGE ORDERS FROM AUGUST 9, 2010 THROUGH SEPTEMBER 12, 2010 AND REAL PROPERTY AGREEMENTS GRANTED AND ACCEPTED FROM AUGUST 9, 2010 THROUGH SEPTEMBER 12, 2010:**
RECOMMENDATION: Receive the report.
10. **AUTHORIZE THE AWARD OF AN AGREEMENT TO GATZKE, DILLON & BALLANCE LLP FOR ALUC AND AIRPORT NOISE LEGAL SERVICES:**
RECOMMENDATION: Adopt Resolution No. 2010-0107, authorizing the award of an agreement to Gatzke, Dillon & Ballance LLP for ALUC and Airport Noise legal services for a term of three (3) years with two (2) one-year options to extend the term for one (1) additional year each and with a maximum amount payable of \$300,000.

11. APPROVE THE FIRST AMENDMENT TO THE OCIP INSURANCE BROKER SERVICES CONSULTING AGREEMENT WITH MARSH RISK AND INSURANCE SERVICES:

RECOMMENDATION: Adopt Resolution No. 2010-0108, approving the first amendment to the Owner Controlled Insurance Program (OCIP) Insurance Broker and Administration Services Agreement with Marsh Risk and Insurance Services, 204321OS, extending the term to August 1, 2013, and increasing the original not-to-exceed amount payable by \$785,846.92, for a new not-to-exceed amount payable of \$1,202,509.93.

12. AUTHORIZE THE PRESIDENT/CEO TO EXECUTE A SECOND AMENDMENT TO THE AGREEMENT WITH PHOENIX MARKETING INTERNATIONAL:

RECOMMENDATION: Adopt Resolution No. 2010-0109, authorizing the President/CEO to execute a second amendment to the agreement with Phoenix Marketing International extending the term of the agreement by one year from April 1, 2011 to March 31, 2012, and increasing the amount payable by \$247,425, for a new amount payable of \$705,575 for the quarterly passenger satisfaction and baggage surveys, and annual tenant satisfaction survey.

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

13. AUTHORIZE THE PRESIDENT/CEO TO AWARD A CONTRACT TO ATLAS DEVELOPMENT CORPORATION, FOR QUIETER HOME PROGRAM PHASE 5, GROUP 10 (23 WEST SIDE AND 31 EAST SIDE, NON-HISTORIC, UNITS ON 31 RESIDENTIAL PROPERTIES):

RECOMMENDATION: Adopt Resolution No. 2010-0110, authorizing the President/CEO to award a contract to Atlas Development Corporation, in the amount of \$1,141,196.00, for Phase 5, Group 10, Project No. 380510, of the San Diego County Regional Airport Authority's Quieter Home Program.

14. AWARD A CONTRACT TO MACTEC ENGINEERING AND CONSULTING, INCORPORATED FOR PROFESSIONAL STORMWATER MANAGEMENT SERVICES:

RECOMMENDATION: Adopt Resolution No. 2010-0106, awarding a contract to Mactec Engineering and Consulting, Incorporated, in the amount of \$2,000,000 for a 5-year period, to provide professional stormwater management services at San Diego International Airport.

15. AUTHORIZE THE PRESIDENT/CEO TO AWARD A CONTRACT TO RICONDO & ASSOCIATES TO PROVIDE ON-CALL AIRPORT PLANNING SERVICES:

RECOMMENDATION: Adopt Resolution No. 2010-0111, authorizing the President/CEO to award an on-call contract to Ricondo & Associates for three (3) years, in an amount not-to-exceed \$2,500,000, to provide professional consulting services supporting a variety of programs, projects and initiatives in the Airport Planning Department, and throughout the Authority.

The Board recessed at 9:55 a.m. and reconvened at 10:05 a.m.

OLD BUSINESS:

16. AUTHORIZE THE PRESIDENT/CEO TO EXECUTE AN AGREEMENT WITH HSS, INC. FOR CONTRACT SECURITY SERVICES (Discussed at the September 2, 2010 Board Meeting):

George Condon, Director, Aviation Operations and Public Safety, provided a presentation on the Request for Proposal (RFP) for Security Services at San Diego International Airport (SAN) which included the Current Contract for Security Services at SAN; RFP Background and Process; Proposal Evaluation; Interviews and Final Rankings; Respondent Notifications/Protest Deadline/Billable Negotiations with HSS, Inc.; Background on HSS, Inc.; and the Recommendation.

Board Member Boland questioned the five day protest process for participants, and whether or not there could be a suspension of the deadline, if information is not available to the applicant during this time.

Breton K. Lobner, General Counsel, stated that the protest process used at the Authority is used by many governmental agencies throughout the State of California, and that the protest procedure is meant to address problems with the process up to the time that the evaluation panel designates a party for negotiations. He stated that issues considered for protest are those of fairness of the specifications; the following of procedures; and substantive parts of the RFP process. He stated that the complaints that are being raised are not part of the "protest" process. He also stated that after the protest period has ended, and the information is released, parties in the process have the right to bring forth to the Board, any information that points out what is illegal about the process. He stated that it is the Board's duty to determine if the specifications have been followed and that everything has been done properly. He stated that if it is determined that the process has not been conducted properly, the Board can throw out the process and start over; or if it is something that can be corrected, the Board can sit as the evaluation panel, take evidence and make a decision.

In response to Board Member Panknin regarding why the existing contract was not amended, Mr. Condon stated that the Authority is currently in an option year of the contract, and a decision was made to bid out the services in light of the changes in security in regards to training and technology, and costs.

Angela Shafer-Payne, Vice President, Planning and Operations, stated that due to some unforeseen increases in security, the amendment to the contract would have been quite substantial. She stated that it was more prudent to go through a new RFP process.

In response to Board Member Panknin regarding the requirement for small business preference points, Ms. Vargas stated that if a preference is going to be applied it is specified in the evaluation criteria which are part of the RFP. She also stated that they must submit a certification and declaration that they are a small business. She stated that the prime contractor needs to be the small business.

In response to Board Member Panknin regarding why a Veteran's preference was not part of this process, Breton Lobner, General Counsel, stated that there are no federal funds involved in this contract. He also stated that the small business preference was part of the evaluation criteria.

In response to Board Member Finnilla regarding finding the unit points values, and if it's applied to every contract or just to some; Ms. Vargas stated that the Procurement Department looks to establish a fair value for all of the fees that are received to make sure that the information can be fairly applied. She stated that depending on the methodology used by vendors, other processes might be used.

Board Member Panknin suggested changing the small business preference policy to allow the prime contractor to subcontract with a small business, and still qualify for the preference.

STEVE CLATON, UNIVERSAL PROTECTION SERVICE, COTO DE CAZA, requested that the Board investigate the RFP process. He expressed concern that the rankings were not substantiated by the facts as known.

DONNA JONES, SHEPPARD MULLEN, LLP, SAN DIEGO, requested the Board to investigate the process for the award of this RFP, and suggested that a conflict of interest might exist by a law firm representing Universal Protection Service.

BRIAN CESCOLINI, UNIVERSAL PROTECTION SERVICE, CORONA DEL MAR, expressed concern in regard to the process and the rankings.

JOHN DADIAN, HERITAGE SECURITY, SAN DIEGO, expressed concerns with the RFP process associated with this contract, and urged the Board to consider all factors before making its decision. He provided a handout to the Board.

PAUL LIBUDA, POWAY, spoke in support of Heritage Security.

WAYNE SCHELL, PRESIDENT/CEO, HSS AVIATION & GOVERNMENT SERVICES, DENVER, provided a brief overview of HSS Aviation and Government Services' qualifications.

MICHAEL LANAM, HSS AVIATION & GOVERNMENT SERVICES, DENVER, spoke in support of HSS Aviation & Government Services and stated that the company would have an office in San Diego.

BILL VAN DE WEGHE, MC KENNA LONG & ALDRIDGE, LLP, SAN DIEGO, spoke in support of awarding the contract to HSS Aviation & Government Services.

PENNY COBEY, MC KENNA LONG & ALDRIDGE, LLP, ALTADENA, urged the Board to move forward with awarding the contract as recommended by staff.

Board Member Panknin expressed concern with the Authority's RFP processes not being aligned with the agency's mission. He suggested that a worker retention policy should be in place before this contract is awarded. He suggested scrapping this process and renegotiating with the current vendor.

Board Member Young stated that in his opinion the processing for this RFP was done fairly. He stated that it would be unfair to scrap the process.

Board Member Smisek reported that this issue was discussed at the September 27, 2010 Executive Committee Meeting and much of the same testimony had been presented at that meeting as well. He reported that Board Members Cox and Desmond were present at that meeting and, although they had some reservations relative to local participation, they felt the RFP process had been conducted properly, and both expressed support for awarding the contract as recommended by staff.

Board Member Finnila disclosed *ex-parte* communication with Mr. Craig and Ms. Berbauer. She stated that she supports the award of the contract after careful analysis of all the information presented, and it is her opinion that the RFP process was handled appropriately. She recommended that staff provide an accounting of small and local business participation in this contract over the next five years.

Chair Gleason stated that he would be supporting the motion. He stated that he feels that the process was conducted according to the established parameters. He expressed concern with some of the parameters included within the RFP. He stated that the Board will have to determine how to discuss important RFP's in advance to address the many concerns expressed regarding the award of this contract. He also suggested that a review of the RFP process be done.

Board Member Panknin stated that he would not support similar future contracts that do not include Small Business and Veterans' preference incentives.

In response to Board Member Young as to whether the Board would be given the opportunity to address the various concerns raised at today's meeting, Thella F. Bowens, President/CEO, stated that the local preference issue will be coming to the Board soon as it is included in the Work Plan.

Chair Gleason requested that all contracting preferences be included in the scheduled discussions.

Board Member Young requested that similar contracts that require vetting be highlighted on the weekly list of contracts provided to the Board.

RECOMMENDATION: Adopt Resolution No. 2010-0097, authorizing the President/CEO to execute an agreement with HSS, Inc. for contract security services for five (5) years including two (2) one-year options to extend in an amount not-to-exceed fifteen million dollars (\$15,000,000).

ACTION: Moved by Board Member Young and seconded by Board Member Smisek to approve staff's recommendation with direction that staff request an accounting of small and local business participation in this contract over the next five years. Motion carried by the following vote: YES – Boland, Finnila, Gleason, Robinson, Smisek, Young; NO – Panknin; ABSENT – Cox, Desmond. (Weighted vote points: YES – 72; NO – 8; ABSENT – 20)

The Board recessed at 11:20 a.m. and reconvened at 11:34 a.m.

17. BOARD DISCUSSION AND POSSIBLE ACTION REGARDING EMPLOYEE PURCHASES OF SERVICE CREDITS FROM THE SAN DIEGO CITY EMPLOYEES' RETIREMENT SYSTEM (SDCERS) (Discussed at the September 2, 2010 Board Meeting):

Jeff Lindeman, Director, Human Resources; and Mark Covey, Chief Financial Officer, San Diego City Employees' Retirement System, provided a presentation regarding employee purchases of service credits from the San Diego City Employees' Retirement System (SDCERS) which included Purchase Service Credit Options; Active Member Cost Scenario; DROP Active Cost Scenario; and Deferred Member Cost Scenario.

Board Member Finnila stated that the Board needs time to assess the legal implications for each option presented by SDCERS.

Chair Gleason requested that this item be discussed in Closed Session at the next meeting.

STEVE CORNELL, SAN DIEGO, requested that this topic not be discussed in Closed Session. He urged the Board to take additional time to analyze the impact of their decision on this issue, and to consider requesting an additional time from SDCERS before providing direction.

RECOMMENDATION: Receive an update on the status of San Diego City Employees' Retirement System (SDCERS) Board of Administration's response to the Court of Appeals ruling.

ACTION: Moved by Board Member Finnila and seconded by Board Member Smisek to request from SDCERS an extension of time, to March 31, 2011 or until there is more information, for the Authority to decide whether it wants to voluntarily take on the underfunding obligations of pension contributions associated with the purchase of service credits. Motion carried by the following vote: YES – Boland, Finnila, Gleason, Panknin, Robinson, Smisek, Young; NO – None; ABSENT: Cox, Desmond. (Weighted Vote Points: YES – 80; NO – 0; ABSENT – 20)

CLOSED SESSION: Breton Lobner, General Counsel reported that, in regards to Item 24 - Save our Heritage Organization case, the court issued a final judgment in favor of the Port District and the Airport Authority; and in regards to Item 28 - JCDecaux case, that the Board had authorized a settlement up to \$200,000 and that the President/CEO had negotiated a settlement in the amount of \$200,000. The Board recessed into closed session at 12:20 P.M. to hear Items 29, 30, 31 and 32.

21. CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION:

(Government Code Section 54956.9 (a)):

San Diego Unified Port District v. TDY Industries, Inc., et al., and related cross-actions. U.S. District Court, Southern District Case No. 03 CV 1146-B (POR).

22. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:

Real Property Negotiations pursuant to Cal. Gov. Code sections 54954.5(b) and section 54956.8.

Property: 1.15 acre parcel located at the northern terminus of 13th Street in Imperial Beach

Agency Negotiators: Vernon D. Evans, Vice President, Finance/Treasurer
Under Negotiation: Sale – Terms of Payment and Conditions.

23. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:

Real property negotiations pursuant to Cal. Gov. Code Sections 54954.5(b) and section 54956.8.

Property: Salt Plant – 17 acre parcel located at 1470 Bay Boulevard, San Diego

Agency Negotiators: Vernon D. Evans, Vice President, Finance/Treasurer

Negotiating Parties: United States Fish and Wildlife Service, GGTW, LLC (current tenant) and/or other interested parties

Under Negotiation: Sale – terms and conditions.

24. CONFERENCE WITH LEGAL COUNSEL-EXISTING LITIGATION:

Pursuant to Government Code Section 54956.9(a):

Save Our Heritage Organization v. San Diego Unified Port District, et al., San Diego Superior Court Case No. 37-2009-00097828-CU-TT-CTL

25. CONFERENCE WITH LEGAL COUNSEL--EXISTING LITIGATION:

(Cal. Gov. Code Section 54956.9(a)):

San Diego Unified Port District v. Argonaut Insurance Company, et al., L.A.S.C. GIC 874394

- 26. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:**
Real Property Negotiations pursuant to Cal Gov. Code §§ 54954.5(b) and 54956.8
Property: 3.76 acre easement across MCRD and San Diego Unified Port District property located on the Washington Street extension south of Pacific Highway, in the City of San Diego, CA.
Agency negotiators: Vernon Evans, Vice President, Finance/Treasurer and Troy Ann Leech, Director, Real Estate Management.
Under Negotiation: Consideration of MCRD's request for exclusive use of portion of the easement; possible realignment of access and rights; acquisition of easement or right of way from the San Diego Unified Port District.
- 27. CONFERENCE WITH LEGAL COUNSEL--EXISTING LITIGATION:**
(Cal. Gov. Code Section 54956.9(a)):
City of San Diego, Historical Resources Board: In re: Western Salt Company Salt Works, Report No. HRB-08-005
- 28. CONFERENCE WITH LEGAL COUNSEL: INITIATION OF LITIGATION:**
Pursuant to Cal. Gov. Code section 54956.9(c)
Potential Cases: 1 (JCDecaux)
- 29. CONFERENCE WITH LABOR NEGOTIATOR:**
Labor negotiations pursuant to Cal. Gov. Code §54957.6.
Authority Designated Negotiators: Thella F. Bowens; President/CEO, and Jeffrey Woodson; Vice-president, Administration
Employee Organization: Teamsters 911
- 30. PUBLIC EMPLOYEE PERFORMANCE EVALUATION:**
(Government Code 54957):
Title: President/CEO
- 31. PUBLIC EMPLOYEE PERFORMANCE EVALUATION:**
(Government Code 54957):
Title: General Counsel
- 32. PUBLIC EMPLOYEE PERFORMANCE EVALUATION:**
(Government Code 54957):
Title: Chief Auditor

REPORT ON CLOSED SESSION: The Board reconvened into open session at 1:06 P.M. There was no reportable action.

NEW BUSINESS:

18. RECEIVE THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY DISPARITY STUDY:

Bob Silvas, Director, Small Business Development, and Patricia Wright, Manager, Small Business Development, provided a presentation regarding the San Diego County Regional Airport Authority Disparity Study which included Purpose; Methodology; Disparity Index; Findings; Public Outreach; Public Outreach Results; 9th Circuit Court Ruling; and Next Steps.

Board Member Young expressed concern that the numbers indicate that qualified African American, Latinos, Native Americans, and Women owned businesses are not getting the opportunity to participate in projects. He stated that the Authority has to do everything it can to address this issue.

Board Member Boland requested that staff provide the Board with an update on the efforts of the Terminal Development Program to see what the Authority is doing in respect to the disparity results.

Chair Gleason suggested asking staff to look at the goals and preference issue in a larger sense, in the context of local, small business, and veteran's preferences.

RECOMMENDATION: Receive the disparity/availability study of the five-year period from 2003 through 2007.

ACTION: Moved by Board Member Young and seconded by Board Member Boland to accept staff's recommendation. Motion carried by the following vote: YES – Boland, Finnilla, Gleason, Panknin, Robinson, Smisek, Young; NO – None; ABSENT: Cox, Desmond. (Weighted Vote Points: YES – 80; NO – 0; ABSENT – 20)

Board Member Young left the dais at 1:45 p.m.

PRESENTATION(S) continued:

Chair Gleason stated that Item D would be heard at this time.

D. PRESENTATION ON THE AUTHORITY'S PROCUREMENT PROCESS (EDUCATIONAL ITEM):

Jana Vargas, Director, Procurement, provided a presentation on the Authority's procurement process, which included Procurement's Role at the Authority; Procurement Overview; Policy 5.01 Summary: Materials, Supplies, & Equipment; Policy 5.01 Summary: Services & Consulting Agreements; Policy 5.01 Summary: Contracts for Public Projects; Solicitation Methods; Highlights from the Authority's Contracting Webpage; Bids On Line – Web-based Vendor Management System; Ethics; Roles and Responsibilities; Evaluation Process; Formal and Informal Ranking of Submissions; and Interview Process and Final Ranking.

In response to Board Member Boland as to the process used to assemble the review panel, Ms. Vargas stated that the panel is chosen by the contract owner, and they recommend the experts to be on the panel as well.

Thella F. Bowens, President/CEO, stated that Department Directors and Vice Presidents also are involved in selecting who is on the panels. She stated that there are many factors to be considered when assigning members on a panel, and that for very large contracts, she is also involved in the decision making process.

Chair Gleason stated that it would be helpful for the Board, if the information provided to the Board is in a standardized format within the staff reports. He also suggested that staff standardize the process, and consider including the role of the Board in the matrix.

E. UPDATE ON THE REGIONAL AVIATION STRATEGIC PLAN (RASP) FOR SAN DIEGO COUNTY:

Ted Anasis, Manager, Airport Planning, and Eric Bernhardt, Director, Jacobs Consultancy, provided an update on the Regional Aviation Strategic Plan (RASP) which included Senate Bill 10 – Multimodal Planning to be Coordinated by SDCRAA and SANDAG; Project Overview – 3-Phase Work Plan Culminating in 2011; RASP Study Area; System Optimization Toolkit; Regional Aviation Travel Demand Model Framework; Baseline Scenario; Thirteen Alternative Scenarios (5 Families); Alternative Scenarios; Summary of Findings to Date; Alternative Tijuana Enhancement Scenarios; Alternative California High Speed Rail (HSR) Scenarios; Challenges to Implementation; Next Steps; Public Involvement; Earned Media & Outreach; Schedule and Work Plan.

F. UPDATE ON THE TELEDYNE RYAN (TDY) DEMOLITION:

Paul Manasjan, Director, Environmental, provided a presentation on the Teledyne Ryan (TDY) demolition which included TDY Settlement Agreement; Post-Demo Mitigation Measures; Demolition Project Phase I, Phase II, Phase III; Demolition Schedule; and Remediation Project.

Board Member Robinson requested a copy of the settlement agreement and stated that he would like to discuss the TDY Memorandum of Agreement (MOA) during Closed Session.

20. DISCUSSION AND POSSIBLE ACTION ASSOCIATED WITH THE ISSUANCE OF REVENUE BONDS:

RECOMMENDATION: Provide direction to staff.

ACTION: There was no report on this item.

PUBLIC HEARINGS: None

NON-AGENDA PUBLIC COMMENT: None

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:

ADJOURNMENT: The meeting was adjourned at 2:40 P.M.

APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT
AUTHORITY BOARD THIS 4TH DAY OF NOVEMBER, 2010.

TONY R. RUSSELL
DIRECTOR, CORPORATE SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:

BRETON K. LOBNER
GENERAL COUNSEL