

**SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY
SPECIAL EXECUTIVE/FINANCE COMMITTEE MINUTES
WEDNESDAY, MAY 20, 2009
SAN DIEGO INTERNATIONAL AIRPORT
BOARD ROOM**

CALL TO ORDER

Vice Chairperson Watkins called the special meeting of the Executive/Finance/Executive Personnel Committee to order at 9:00 a.m., Wednesday, May 20, 2009 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 Smisek led the Pledge of Allegiance.

ROLL CALL

Executive Committee

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| Present: | Committee Members: | Finnila, Watkins |
| Present: | Board Members: | Boland, Desmond, Smisek, Zettel |
| Absent: | Committee Members: | None |

Finance Committee

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|----------|--------------------|----------------------------|
| Present: | Committee Members: | Panknin, Watkins |
| Absent: | Committee Members: | Young, Sheehy (Ex-Officio) |

Also Present: Thella F. Bowens, President/CEO; Breton Lobner, General Counsel; Elizabeth Moore, Meeting Facilitator; Sara Real, Assistant Authority Clerk I

Vice Chairperson Watkins announced that the Special Executive Personnel and Compensation Committee portion of the meeting under Closed Session would not be discussed.

Board Member Desmond arrived at 9:16 a.m.

PUBLIC COMMENT – None

NEW BUSINESS

1. APPROVAL OF MINUTES:

RECOMMENDATION: Approve the minutes of the April 27, 2009 Committee Meeting.

ACTION: Moved by Board Member Finnila and seconded by Vice Chairperson Watkins to approve staff's recommendation. Motion carried unanimously.

FINANCE COMMITTEE NEW BUSINESS

2. REVIEW OF THE UNAUDITED FINANCIAL STATEMENTS FOR THE TEN MONTHS ENDED APRIL 30, 2009:

Kathy Kiefer, Director, Accounting, provided a presentation on the Unaudited Financial Statements for the Ten Months Ended April 30, 2009, which included the Unaudited Balance Sheets as of April 30, 2009 and 2008; Liabilities and Net Assets; Monthly Operating Revenue; Monthly Operating Expenses; Financial Summary for the Month Ended April 30, 2009; Operating Revenues for the Ten Months Ended April 30, 2009; and Financial Summary for the Ten Months Ended April 30, 2009.

Board Member Boland requested that the results of the appraisals of Authority properties done in 2009 be reported to the Board.

In response to Vice Chairperson Watkins question regarding stimulus packages and funds associated with the remediation of Brown Field, Thella F. Bowens, President/CEO, stated that a sustainability group is looking for grant resources to offset costs related to sustainability.

RECOMMENDATION: Receive the report.

3. REVIEW OF THE AUTHORITY'S INVESTMENT REPORT AS OF APRIL 30, 2009:

Scott Brickner, Director, Financial Planning & Budget, provided a presentation on the Authority's Investment Report as of April 30, 2009, which included a Market Recap; Portfolio Strategy; Strategy Through Credit Crisis; Total Portfolio Summary; Portfolio Composition by Security Type; Portfolio Maturity Distribution; and Benchmark Comparison.

RECOMMENDATION: Receive the report.

4. REVIEW OF THE SUMMARY OF OUTSTANDING COMMERCIAL PAPER:

Scott Brickner, Director, Financial Planning & Budget, provided a presentation on the Authority's Outstanding Commercial Paper.

RECOMMENDATION: Receive the report.

EXECUTIVE COMMITTEE NEW BUSINESS

5. COMPREHENSIVE GROUND TRANSPORTATION MANAGEMENT PLAN UPDATE:

Vernon Evans, Vice President, Finance/Treasurer, provided a presentation on the Comprehensive Ground Transportation (GT) Management Plan, which included Internal Ground Transportation Management Plan Board Goals; Upcoming Events; and GT Project Timeline.

In response to Vice Chairperson Watkins regarding making environmental improvements to ground transportation, such as green vehicles, Mr. Evans stated that those options are being considered in line with our agreement with the Attorney General.

RECOMMENDATION: Receive the update.

REVIEW OF FUTURE AGENDAS

6. REVIEW OF THE DRAFT AGENDA FOR THE JUNE 4, 2009 BOARD MEETING:

Thella F. Bowens, President/CEO, provided an overview of the draft agenda for the June 4, 2009 Board Meeting.

Ms. Bowens requested that the Legislative Report be placed on the consent agenda for all future agendas.

7. REVIEW OF THE DRAFT AGENDA FOR THE JUNE 4, 2009 AIRPORT LAND USE COMMISSION MEETING:

Thella F. Bowens, President/CEO, provided an overview of the draft agenda for the June 4, 2009 Airport Land Use Commission meeting.

The Committee recessed at 9:42 a.m. and reconvened at 10:00 a.m.

WORKSHOP

8. OVERVIEW OF PROJECT LABOR AGREEMENTS:

Anthony Wigglesworth, Executive Director, Philadelphia Area Labor Management Committee, provided a presentation on Project Labor Agreements (PLAs), which included a PLA Timeline; Effects of PLAs; Market Considerations in Assessing the Advisability of PLAs; Use of PLAs; Advantages and Disadvantages of PLAs; General Arguments Against PLAs; General Arguments for PLAs; and Thematic Arguments Regarding PLAs.

JENNIFER BADGLEY, SAN DIEGO, San Diego Building Trades, expressed disappointment that representatives of the San Diego Building Trades had not been invited to address the Committee today.

Board Member Boland noted that a letter was sent to the Associated General Contractors and the San Diego County Labor Council, inviting both parties to speak today.

JIM RYAN, SAN DIEGO, Associated General Contractors of America, spoke in opposition to PLAs, and stated that they are used to capture all construction work in the County, thereby eliminating opportunities for other non-participating contractors.

ERIC CHRISTIAN, POWAY, CA, Coalition for Fair Employment and Construction, spoke in opposition to PLAs.

BILL BABER, LA MESA, CA, Associated Builders and Contractors, spoke in opposition to PLAs.

KEVIN DAYTON, LIVERMORE, CA, Associated Builders and Contractors, spoke in opposition to PLAs.

BRIAN JORDAN, RANCHO SANTA FE, CA, spoke in opposition to PLAs.

RON RUDOLPH, POWAY, CA, spoke in opposition to PLAs.

JENNIFER BADGLEY, SAN DIEGO, Electric Workers Local 569, spoke in favor of PLAs, and stated that PLAs are the only legal way to require local workers on construction projects.

Board Member Zettel left the dais at 11:25 a.m.

Thella F. Bowens, President/CEO, stated that a Board decision on this issue is needed as soon as possible, and she suggested that the item be placed on the July Board Agenda. She further stated that the official representatives of the San Diego County Labor Council will be allowed ten minutes to speak at the Board Meeting.

Board Member Boland noted that the Terminal Development Program Committee will be meeting on June 24, 2009, and the recommendations on the designs for the terminal will be reviewed at that time.

Vice Chairperson Watkins stated that time is of the essence, and requested that this item be added to the June 4, 2009 Board Meeting agenda. He further stated that ten minutes will be provided to the Labor Council, as well as the Associated General Contractors, once again.

CLOSED SESSION: The Committee did not meet in Closed Session.

9. **PUBLIC EMPLOYEE PERFORMANCE EVALUATION**
(Government Code 54957):
Title: President/CEO
10. **CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION:**
Initiation of litigation pursuant to Cal. Gov. Code §54956.9(c).
Number of potential cases: 1 (Nazbest-Pacific).
11. **CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION:**
Initiation of litigation pursuant to Cal. Gov. Code §54956.9(c).
Number of potential cases: 1 (Galaxy).
12. **CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION:**
Pursuant to Government Code Section 54956.9(a).
Britt v. San Diego County Regional Airport Authority, et al., San Diego Superior Court Case No. 37-2007-00072794-CU-MC-CTL.
13. **CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION:**
Pursuant to Government Code Section 54956.9(a).
Majors v. Transportation Security Administration et al., U.S.D.C. So. Dist., Case No. 08 CV 2032 IEG POR.

REPORT ON CLOSED SESSION:

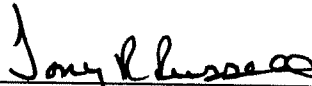
PRESIDENT/CEO REPORT

COMMITTEE MEMBER COMMENTS

ADJOURNMENT

The meeting adjourned at 11:36 a.m. The next meeting will be held on June 22, 2009, at 9:00 a.m. in the Board Room at the San Diego International Airport, Commuter Terminal, 3225 N. Harbor Drive, San Diego, CA 92101.

APPROVED BY A MOTION OF THE EXECUTIVE COMMITTEE THIS 22nd DAY OF JUNE, 2009.



TONY R. RUSSELL
DIRECTOR, CORPORATE SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:



BRETON K. LOBNER
GENERAL COUNSEL