

**SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD
MINUTES
THURSDAY, OCTOBER 1, 2009
BOARD ROOM**

CALL TO ORDER: Chairperson Watkins called the meeting of the San Diego County Regional Airport Authority Board to order at 9:00 a.m. on Thursday, October 1, 2009, 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 Desmond led the pledge of allegiance.

ROLL CALL:

PRESENT: Board Members: Boland, Desmond, Finnila, Gleason, Panknin, Pieplow (Ex-Officio), Smisek, Watkins, Young

ABSENT: Board Members: Col. Richie (Ex-Officio), Sheehy (Ex- Officio)

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

PRESENTATIONS:

A. UPDATE ON 2050 REGIONAL GROWTH FORECAST AND REGIONAL TRANSPORTATION PLAN:

Beth Jarosz and Elisa Arias, San Diego Association of Governments, provided a presentation on the 2050 Regional Transportation Plan (RTP), which included 2050 RTP – What’s New, 2050 RTP – Other Key Tasks, 2050 RTP Development Process, 2050 RTP Oversight, 2050 Regional Growth Forecast, Draft Results, Steps in the Forecasting Process, and Forecast Next Steps.

B. FLY GREEN SAN DIEGO:

Paul Manasjan, Director, Environmental Services, and Martyn Collins, CEO, Pro-Natural International, provided a presentation on Fly Green San Diego, which included San Diego County Greenhouse Gas Emissions, SAN Greenhouse Gas Emissions, Organization, Goals, Delivery, Phasing, Benefit, and Numbers.

In response to Board Member Boland regarding the executive agent for this organization, Mr. Collins stated that the goal is for this to be an independent, non-profit organization governed by a Board of Trustees.

C. REPORT ON THE AUTHORITY’S FINANCIAL CONDITION:

Vernon Evans, Vice President, Finance/Treasurer, provided a presentation on the Authority's Financial Condition, which included Enplanements, Gross Landing Weight Units, Airport Parking Transactions, Car Rental License Fees, Revenues and Expenses, Operating Revenues and Expenses, Monthly Investment Report, Portfolio Strategy, and the Summary of Outstanding Commercial Paper.

PUBLIC COMMENT (18 MINUTES): None

CONSENT AGENDA:

ACTION: Moved by Board Member Finnila and seconded by Board Member Smisek to approve the Consent Agenda. Motion carried by the following vote: YES – Boland, Desmond, Finnila, Gleason, Panknin, Smisek, Watkins Young; NO – None; ABSENT – None. (Weighted Vote Points: YES – 92; NO – 0; ABSENT - 0)

1. **APPROVAL OF MINUTES:**
RECOMMENDATION: Approve the minutes of the September 3, 2009 meeting.
2. **ACCEPTANCE OF BOARD 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 not covered by the current resolution.
3. **OCTOBER 2009 LEGISLATIVE REPORT:**
RECOMMENDATION: Adopt Resolution No. 2009-0119, approving the October 2009 Legislative Report.
4. **APPOINTMENTS TO BOARD COMMITTEES AND REPRESENTATIVES AND ALTERNATES TO THE SAN DIEGO ASSOCIATION OF GOVERNMENTS (SANDAG) AND THE SOUTHERN CALIFORNIA ASSOCIATION OF GOVERNMENTS (SCAG) AVIATION TASK FORCE:**
RECOMMENDATION: Adopt Resolution No. 2009-0120, making appointments to Board Committees, and representatives and alternates to the SANDAG Transportation Committee and the SCAG Aviation Task Force.

CLAIMS

5. **AUTHORIZE THE REJECTION OF THE CLAIM OF KEITH HENDRIX:**
RECOMMENDATION: Adopt Resolution No. 2009-0121, authorizing the rejection of the claim of Keith Hendrix.
6. **AUTHORIZE THE REJECTION OF THE CLAIM OF SALIM KHAWAJA:**
RECOMMENDATION: Adopt Resolution No. 2009-0122, authorizing the rejection of the claim of Salim Khawaja.

COMMITTEE RECOMMENDATIONS

7. **ANNUAL REVIEW AND APPROVAL OF AMENDMENTS TO AUTHORITY POLICY 4.20 - GUIDELINES FOR PRUDENT INVESTMENTS, AND DELEGATION OF AUTHORITY TO INVEST AND MANAGE AUTHORITY FUNDS TO THE VICE PRESIDENT, FINANCE/TREASURER:**
RECOMMENDATION: The Executive/Finance Committee recommends that the Board adopt Resolution No. 2009-0123, approving amendments to Authority Policy 4.20 - Guidelines for Prudent Investments, and delegating authority to invest and manage Authority funds to the Vice President of Finance/Treasurer.
8. **EXTERNAL AUDITOR MCGLADREY AND PULLEN'S AUDIT PLAN, QUALITY CONTROL REPORT, PEER REVIEW, AND STATEMENT OF INDEPENDENCE:**
RECOMMENDATION: The Audit Committee recommends that the Board receive the information.
9. **FISCAL YEAR 2009 – ANNUAL REPORT FROM THE AUDIT COMMITTEE:**
RECOMMENDATION: The Audit Committee recommends that the Board receive the information.
10. **FISCAL YEAR 2009 – ANNUAL AUDIT ACTIVITIES REPORT FROM THE OFFICE OF THE CHIEF AUDITOR, AND REPORT ON AUDIT RECOMMENDATIONS ISSUED BY THE OFFICE OF THE CHIEF AUDITOR:**
RECOMMENDATION: The Audit Committee recommends that the Board receive the information.
11. **REVISION TO THE FISCAL YEAR 2010 AUDIT PLAN OF THE OFFICE OF THE CHIEF AUDITOR:**
RECOMMENDATION: The Audit Committee recommends that the Board receive the information.

CONTRACTS AND AGREEMENTS

12. **AWARDED CONTRACTS, APPROVED CHANGE ORDERS FROM AUGUST 10, 2009 THROUGH SEPTEMBER 6, 2009, AND REAL PROPERTY AGREEMENTS GRANTED AND ACCEPTED FROM AUGUST 10, 2009 THROUGH SEPTEMBER 6, 2009:**
RECOMMENDATION: Receive the report.
13. **AWARD A CONTRACT TO FLUORESCO LIGHTING–SIGN MAINTENANCE CORPORATION, TO INSTALL AIRPORT VISUAL PAGING IN TERMINALS, AT SAN DIEGO INTERNATIONAL AIRPORT:**
RECOMMENDATION: Adopt Resolution No. 2009-0124, awarding a construction contract to Fluoresco Lighting–Sign Maintenance Corporation, in the amount of \$225,502.00, for Project No. 104080, Install Airport Visual Paging in Terminals at San Diego International Airport.
14. **RATIFICATION OF AWARD OF A CONTRACT TO SIERRA PACIFIC WEST, INC.:**
RECOMMENDATION: Adopt Resolution No. 2009-0129, ratifying the award of a Contract to Sierra Pacific West, Inc.

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

15. **AWARD A CONTRACT TO STRONG TOWER CONSTRUCTION, DBA KOCH CORPORATION, FOR QUIETER HOME PROGRAM PHASE 5, GROUP 2 (73 WEST SIDE NON-HISTORIC CONDOMINIUM UNITS):**
RECOMMENDATION: Adopt Resolution No. 2009-0125, relieving the apparent low bidder, Design/Build, of its bid due to bidder error, and awarding a contract to the second lowest bidder, Strong Tower Construction, dba Koch Corporation, in the amount of \$2,298,919.00, for Phase 5, Group 2, Project No. 380502, of the San Diego County Regional Airport Authority's Quieter Home Program.

PUBLIC HEARINGS:

OLD BUSINESS:

NEW BUSINESS:

Chairperson Watkins announced that several items under New Business would be taken out of order.

21. DISCUSSION AND RECOMMENDATION(S) ON ANY PROPOSED ENHANCEMENT(S)/REVISION(S) TO THE EXECUTIVE PERFORMANCE APPRAISAL PROCESS:

Jeff Lindeman, Director, Human Resources, and Linda Shoob, Consultant, Centre for Organization Effectiveness, provided a presentation on Executives Goals and Performance Measurement, which included SDCRAA Methodology; 2009 Sequence of Annual Events; and 2010 Proposed Sequence of Annual Events.

In response to Board Member Finnila regarding who would be doing the rating, Ms. Shoob stated Committee members would be doing the rating, and that those details could be finalized in the procedures manual for standardization on the process.

Board Member Finnila stated that if the process is going to be repeatable, it should have the same rules and regulations every year.

RECOMMENDATION: Provide direction to staff.

ACTION: Moved by Board Member Boland and seconded by Board Member Desmond to approve the 2009-2010 recommendations and the proposed 2010 Sequence of Annual Events and that the goal denominators be sent to the Executive Personnel and Compensation Committee to set the standard. Motion carried by the following vote: YES – Boland, Desmond, Finnila, Gleason, Panknin, Smisek, Watkins, Young; NO – None; ABSENT – None. (Weighted Vote Points: YES – 92; NO – 0; ABSENT - 0)

16. ADOPT POLICY 5.13 “LOCAL BUSINESS OPPORTUNITIES POLICY”, TO SUPPORT AND PROMOTE LOCAL BUSINESS PARTICIPATION IN THE PERFORMANCE OF AUTHORITY CONTRACTS:

Jana Vargas, Director, Procurement, provided a presentation on Local Business Opportunities: Policy 5.13, which included Background; Proposed Policy Definition; Proposed Policy; Alternative Options; Current Results; Current Activity Level – Fiscal Year 2009; and The Green Build Approach.

Breton Lobner, General Counsel, stated that the issue of local preferences has been reviewed, and that there is a state statute for small businesses that allow for a preference. He stated that the key difference in airport contracts is determining those which are federally funded and those which

are not. He stated that when federal money is involved, it is illegal to have a local preference. He further stated that there are two types of federal regulations dealing with non-federally funded contracting. One can be found under Part 23, which deals with concessions, and there is an expressed provision that there can be no local preference. The other is under Part 26, which deals with public works contracts, and does not address the issue of local preference. He stated that the Authority is exempt from the public contracts code because the definition of local government does not include Authority's, only City's and County's. He further stated that local preference could be done with appropriate findings, but could not be done with the federally funded or Part 23 contracts. He recommended that some form of a study be done to justify the establishment of a local preference.

Board Member Boland expressed concern regarding the proposed policy definition that includes a mandatory six month minimum for being headquartered in the County of San Diego.

In response to Board Member Desmond regarding increasing small business participation to 5%, Bob Silvas, Director, Small Business Development, stated that the small business preference in the existing policy only applies to the Bonding and Contract Financing Assistance Program. He stated that by adding the 5% preference, small contractors receive a preference that allows them to compete with the large companies.

In response to Board Member Desmond regarding setting internal benchmarks for small business participation, Thella F. Bowens, President/CEO, noted that setting goals is an issue because of knowledge of availability in the County. She stated that to be able to set a goal for local participation, we must be aware of how many local businesses can provide each service. She stated that setting a definition for "local" will enable staff to be able to identify more resources.

Board Member Gleason stated that this policy should be reviewed on an annual basis.

In response to Board Member Panknin regarding how much the Authority is spending on small business education, Mr. Silvas stated that staff would research the information and report back to the Board.

JOSE MORALES, SAN DIEGO, commended the Authority Board on their commitment to local small businesses.

RECOMMENDATION: Adopt Resolution No. 2009-0126, approving the adoption of Policy 5.13 "Local Business Opportunities Policy", to define local business criteria and support and promote local business participation in the performance of all Authority contracts.

Board Member Boland suggested that the minimum six month requirement for the company to be headquartered within the limits of San Diego County be removed.

Board Member Young requested that staff come back to the Board with other options in place of the six month minimum requirement.

ACTION: Moved by Board Member Desmond and seconded by Board Member Finnila to approve staff's recommendation and further directed that staff come back to the Board with internal benchmarks for maximizing opportunities for local business. Motion carried by the following vote: YES – Boland, Desmond, Finnila, Gleason, Panknin, Smisek, Watkins, Young; NO – None; ABSENT – None. (Weighted Vote Points: YES – 92; NO – 0; ABSENT - 0)

19. **RENEWAL OF THE EMPLOYEE BENEFIT PROGRAM FOR 2010:** Jeff Lindeman, Director, Human Resources, and Paul La Bounty, Alliant, provided a presentation on the Employee Benefits Renewal Strategy, which included background information on Alliant; Legislative Update; Health Care Reform; Impact of Economic Crisis on Use of Health Care; Cost Trends in Health Care; Authority Wellness Initiatives; Education and Lifestyle Change; Renewal Process; 2010 Renewal Cost Summary; Plan Comparison; Recommendation for Authority Funded Plans; Non-Authority Funded Plans; and Summary of Next Steps.

Board Member Desmond suggested that this item should be reviewed by the Executive Committee because this decision should be made by the President/CEO, not the Board.

Board Member Panknin suggested that staff look at setting goals for employee participation in the wellness program.

Board Member Gleason expressed concern regarding the health care cost. He stated that the numbers are excessive, and an unbudgeted 15% increase at this time is not acceptable, in light of the Authority's current fiscal condition.

Chairperson Watkins suggested involving the employee committee in future benefit renewal processes.

In response to Board Member Boland regarding how staff plans to cover the additional costs that were not budgeted, Mr. Lindeman stated that management decided that other adjustments could be made to the operating budget that could pay for the additional costs for the first six months of the program.

Thella F. Bowens, President/CEO, stated that half of the additional costs would come out of this fiscal year's budget, and the other half would be included in the fiscal year 2011 budget. She stated that in order to compensate for the increase in next year's budget, staff will look at other areas to cut back.

RECOMMENDATION: The Executive Personnel & Compensation Committee recommends that the Board adopt Resolution No. 2009-0128, approving the renewal of the employee benefit program(s) for 2010.

ACTION: Moved by Board Member Boland and seconded by Board Member Finnila to approve the recommendation. Motion carried by the following vote: YES – Boland, Desmond, Finnila, Panknin, Smisek, Watkins; NO – Gleason; ABSENT – Young. (Weighted Vote Points: YES – 65; NO – 14; ABSENT - 13)

The Board recessed at 11:36 a.m. and resumed at 11:42 a.m.

17. DISCUSSION AND ACTION REGARDING BUSINESS, TRAVEL AND LODGING REIMBURSEMENT POLICIES:

Jeffrey Woodson, Vice President, Administration, provided a presentation on the Proposed Revisions to Reimbursement Policies 3.30 and 3.40, which included the Background; Staff Task Force Review; Audit Committee on August 31, 2009; Additional Review by Staff; Recommended Revisions; Special Audit Committee on September 24, 2009; and Next Steps.

Board Member Finnila noted that a number of changes were proposed at the Audit Committee meeting that were not incorporated, which included that the Executive Committee pre-approve travel for Board Members and the three Board-appointed employees and approve the reimbursement expense reports at the end of travel; and when meals are expensed, it should be noted how many people were present.

Board Member Gleason stated that with the current proposed language, it is unclear how reimbursements will be handled. He stated that per diem rates should be consistent for Board members and staff. He also suggested that reimbursements be given at the minimum group rate for conferences. He stated that the policy should state that the Audit department audits every reimbursement that is processed. He further stated that he will not support any policy that allows premium class travel, but could see some exceptions.

Board Member Boland spoke in support of the GSA per diem rates.

Breton Lobner, General Counsel, stated that the definition of per diem under Section 463 of IRS Publication addresses both per diems with a cap, and per diems that are for reimbursement only of actual expenses.

Board Member Panknin suggested that a uniform policy be developed to cover everyone, and the item be heard again by the Audit Committee.

Board Members Desmond and Smisek stated that premium travel is needed in some instances.

Board Member Panknin stated that the meals and entertainment section of the policy needs to be revamped because it is too vague.

Board Member Gleason stated that the issues and alternatives should be outlined at the next Audit Committee Meeting to help find consensus.

RECOMMENDATION: Adopt Resolution No. 2009-0130, amending Authority Policy 3.40, Travel and Lodging Reimbursement, establishing rates for travel, meals and lodging for Authority Board members; and provide direction to staff regarding further amendments to Authority Policies 3.30 and 3.40.

ACTION: Moved by Board Member Gleason and seconded by Board Member Boland to adopt Resolution No. 2009-0130R, amending Section 2(a) of the policy to read "Subject to the provisions of Government Code § 53232.2, Board Members shall be reimbursed for the actual travel, meals, lodging and other necessary expenses, expenses which shall not exceed the then stated per diem rate established that year by the General Services Administration (GSA) for destinations within the United States and the U.S. Department of State Bureau of Administration for international destinations". Motion carried by the following vote: YES – Boland, Finnilla, Gleason, Panknin, Smisek, Watkins; NO – Desmond; ABSENT – Young. (Weighted Vote Points: YES – 67; NO – 12; ABSENT - 13)

CLOSED SESSION: The Board recessed to Closed Session at 12:47 p.m. to discuss Items 26, 29, 30, 31, and 32.

- 23. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION
(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
- 24. CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION:**
Initiation of litigation pursuant to Cal. Gov. Code §54956.9(c).
Number of potential cases: 1 (Nazbest-Pacific).
- 25. CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION:**
Initiation of litigation pursuant to Cal. Gov. Code §54956.9(c).
Number of potential cases: 1 (Galaxy).
- 26. 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)
- 27. 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
- 28. 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
- 29. CONFERENCE WITH LABOR NEGOTIATORS:**
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. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION
(Government Code 54956.9(a)):**
San Diego County Regional Airport Authority v. Gibson/ Kent
San Diego County Superior Court Case No. 37-2009-00004949-SC-SC-CTL
- 31. CONFERENCE WITH LEGAL COUNSEL-EXISTING LITIGATION**
Pursuant to Government Code section 54956.9(a):
Borsboom v. San Diego County Regional Airport Authority, San Diego Superior Court Case No. 37-2009-00087627-CU-WT-CTL
- 32. CONFERENCE WITH LEGAL COUNSEL-EXISTING LITIGATION**
Pursuant to Government Code section 54956.9(a):
Save Our Heritage Organisation v. San Diego Unified Port District, et al., San Diego Superior Court Case No. 37-2009-00097828-CU-TT-CTL

REPORT ON CLOSED SESSION: The Board reconvened into open session at 2:38 P.M. Breton Lobner, General Counsel reported that in regards to Items 26, 29, 31 and 32, there was no reportable action; and that in regards to Item 30 he reported that a settlement offer of \$1,000 was presented to the Board and accepted from Mr. Gibson and Mr. Kent.

NEW BUSINESS (Con't.)

- 18. STATUS AND OUTLOOK OF SAN DIEGO INTERNATIONAL AIRPORT PLANNING EFFORTS:**
RECOMMENDATION: Accept the report.

ACTION: This item was pulled from the agenda and not discussed.
- 20. REQUIRED FUNDING LEVEL FOR THE AUTHORITY RETIREMENT FUND AT THE SAN DIEGO CITY EMPLOYEES' RETIREMENT SYSTEM (SDCERS):**
Jeffrey Woodson, Vice President, Administration, provided a report on the required funding level for the Authority retirement fund.

Board Member Boland left the dais at 2:40 p.m.

RECOMMENDATION: The Executive Personnel & Compensation Committee recommends that the Board defer discussion of additional funding of \$7.7 million to achieve a 95% funded ratio until completion of the SDCERS Valuation Report.

ACTION: Moved by Board Member Finnila and seconded by Board Member Panknin to approve the recommendation. Motion carried by the following vote: YES – Desmond, Finnila, Gleason, Panknin, Smisek, Watkins; NO – None; ABSENT – Boland, Young. (Weighted Vote Points: YES – 66; NO – 0; ABSENT - 26)

Board Member Boland returned to the dais at 2:42 p.m.

22. AMEND AUTHORITY POLICY 9.30 – AIRPORT PARKING CARD PROGRAM:

Vernon Evans, Vice President, Finance/Treasurer, provided a presentation on the Airport Parking Card Program, which included the Policy Update; Proposed Changes in Policy; and Recommendation.

In response to Board Member Boland regarding the emeritus status of Board Members, Thella F. Bowens, President/CEO, stated that the emeritus status was included because the original board had requested it.

Breton Lobner, General Counsel, suggested that the Board Members and Board Member emeritus be removed from the policy.

RECOMMENDATION: Adopt Resolution No. 2009-0127, amending Authority Policy 9.30 – Airport Parking Card Program.

ACTION: Moved by Board Member Boland and seconded by Board Member Finnila to adopt Resolution No. 2009-0127R and to delete Section 2(a)(vi) from the policy. Motion carried by the following vote: YES – Boland, Desmond, Finnila, Gleason, Panknin, Smisek, Watkins; NO – None; ABSENT – Young. (Weighted Vote Points: YES – 79; NO – 0; ABSENT - 13)

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

STANDING BOARD COMMITTEES

• **AUDIT COMMITTEE:**

Board Member Smisek provided a report on the September 24, 2009 Special Audit Committee Meeting. He stated that the meeting focused around the travel and lodging reimbursement policy. He stated that another Special Audit Committee would be held this month to be able to provide recommendations for the November Board meeting.

- **EXECUTIVE PERSONNEL AND COMPENSATION COMMITTEE:**
Chairperson Watkins provided a report on the September 16, 2009 meeting of the Executive Personnel and Compensation Committee.
- **FINANCE COMMITTEE:** None
- **TERMINAL DEVELOPMENT PROGRAM COMMITTEE:**
Board Member Boland provided a presentation on the landfill remediation and the strengthening of the sewer pipe under the airport.

AD HOC COMMITTEE

- **RASP/AMAP AD HOC COMMITTEE:**
Board Member Finnilla stated that staff continues to coordinate with SANDAG, and that Jacobs Consultancy held a technical workshop on September 10, 2009 with the RASP Subcommittee of the Advisory Committee to discuss the demand capacity, the findings and system optimization potential.
- **PORT DISTRICT AD HOC COMMITTEE:** None

LIAISONS

- **MILITARY AFFAIRS LIAISONS:** None
- **CALTRANS:** None

BOARD REPRESENTATIVES

- **SANDAG TRANSPORTATION COMMITTEE REPRESENTATIVE:**
Board Member Smisek stated that the last Committee meeting focused on funding by SANDAG to start the planning process for the north side at Lindbergh Field.
- **SCAG AVIATION TASK FORCE:** None
- **WORLD TRADE CENTER:**
Chairperson Watkins stated that a trade mission to China was just completed.

PRESIDENT/CEO REPORT:

Thella F. Bowens, President/CEO, reported that she was recently in Washington D.C. as part of the San Diego Regional Chamber of Commerce Advocacy Mission to meet with members of the congressional delegation. She reported that she met with Senator Feinstein while she was there to seek her support for the passage of the FAA Reauthorization Bill. She also reported that she will be chairing the Airport Councils International North America Conference this year. She reported that she recently met with the Department of Homeland Security regarding a new explosive detection system. She also reported that there was a 6% passenger decline in August, and operations are down 11%.

GENERAL COUNSEL REPORT:

Breton Lobner, General Counsel, provided a quarterly report on litigation. He also stated that he attended the American Bar Association Forum on Air and Space.

BOARD MEMBER REPORTS ON MEETINGS ATTENDED AT THE EXPENSE OF THE AUTHORITY:

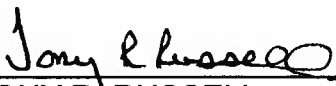
BOARD COMMENT:

Chairperson Watkins commended Board Member Zettel on her service to the Authority Board. He further stated that he had dinner with the British Ambassador to the United States regarding route service.

ADJOURNMENT:

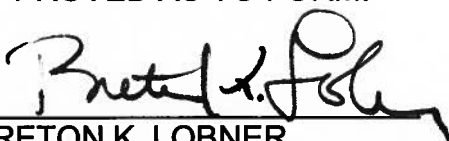
The meeting was adjourned at 3:15 p.m.

APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD THIS 5th DAY OF NOVEMBER, 2009.



TONY R. RUSSELL
DIRECTOR, CORPORATE SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:



BRETON K. LOBNER
GENERAL COUNSEL