

**SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD  
MINUTES  
THURSDAY, NOVEMBER 13, 2008  
BOARD ROOM**

**CALL TO ORDER:**

Board Member Watkins called the special meeting of the San Diego County Regional Airport Authority Board to order at 9:00 a.m. Thursday, November 13, 2008, at the San Diego International Airport, Commuter Terminal, 3225 North Harbor Drive, San Diego, CA 92101.

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

**ROLL CALL:**

PRESENT: Board Members: Boland, Desmond, Miller, Orso-Delgado (Ex-Officio), Panknin, Watkins, Young, Zettel

ABSENT: Board Members: Bersin, Finnilla, O'Connor (Ex-Officio), Sheehy (Ex-Officio)

ALSO PRESENT: Thella F. Bowens, President/CEO; Amy Gonzalez, Director, Counsel Services; Tony R. Russell, Director, Corporate Services/Authority Clerk; Linda Gehlken, Assistant Authority Clerk I

*Board Member Young arrived during the course of the meeting.*

**PUBLIC COMMENT:**

CAM HAMMEDI, SAN DIEGO, expressed his opposition to the proposed AVI Trip Fee on public transportation, specifically for Taxicab.

**CONSENT AGENDA:**

Board Member Boland requested that Item 2 be pulled from the consent agenda for discussion.

Board Member Zettel requested that Items 5 and 10 be pulled from the consent agenda for discussion.

Board Member Panknin requested that Items 12 and 13 be pulled from the consent agenda for discussion.

**ACTION:** Moved by Board Member Boland and seconded by Board Member Desmond to approve the Consent Agenda as amended. Motion carried by the following vote: YES – Boland, Desmond, Miller, Panknin, Watkins, Zettel; NO – None; ABSENT – Bersin, Finnilla, Young. (Weighted Vote Points: YES – 60; NO – 0; ABSENT – 40)

1. **APPROVAL OF MINUTES:**  
RECOMMENDATION: Approve the minutes of the September 17, 2008 Special meeting and the October 2, 2008 meeting.
2. **APPOINTMENT TO THE AIRPORT ADVISORY COMMITTEE:**  
**ACTION:** This item was pulled from the Consent Agenda for discussion.
3. **NOVEMBER 2008 LEGISLATIVE REPORT:**  
RECOMMENDATION: Adopt Resolution No. 2008-0140, approving the November 2008 Legislative Report.
4. **ACCEPTANCE OF BOARD MEMBERS WRITTEN REPORTS ON THEIR ATTENDANCE AT APPROVED MEETINGS:**  
RECOMMENDATION: Accept the reports.
5. **AWARDED CONTRACTS, APPROVED CHANGE ORDERS FROM SEPTEMBER 8, 2008 THROUGH OCTOBER 5, 2008 AND REAL PROPERTY AGREEMENTS GRANTED AND ACCEPTED FROM SEPTEMBER 8, 2008 THROUGH OCTOBER 5, 2008:**  
**ACTION:** This item was pulled from the Consent Agenda for discussion.
- 5-1. **AUTHORIZE THE EXECUTION OF A LICENSE BETWEEN THE WORLD TRADE CENTERS ASSOCIATION, INC. AND THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY, SAN DIEGO UNIFIED PORT DISTRICT AND THE CITY OF SAN DIEGO:**  
RECOMMENDATION: Adopt Resolution No. 2008-0146, authorizing the execution of the License and any further actions necessary to complete the transaction.

#### **CLAIMS**

#### **COMMITTEE RECOMMENDATIONS**

6. **REVIEW AUDITED FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2008:**  
RECOMMENDATION: The Audit Committee recommends that the Board receive the information.

7. **REVIEW OF THE COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR) FOR THE FISCAL YEAR ENDED JUNE 30, 2008:**  
RECOMMENDATION: The Audit Committee recommends that the Board receive the report.
8. **REVIEW OF COMPLIANCE (SINGLE AUDIT) REPORT AND PASSENGER FACILITY CHARGE COMPLIANCE REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2008:**  
RECOMMENDATION: The Audit Committee recommends that the Board receive the reports.
9. **REVIEW OF THE REPORT TO THE AUDIT COMMITTEE FOR THE FISCAL YEAR ENDED JUNE 30, 2008:**  
RECOMMENDATION: The Audit Committee recommends that the Board receive the information.
10. **FISCAL YEAR 2008 – ANNUAL AUDIT ACTIVITIES REPORT FROM THE OFFICE OF THE CHIEF AUDITOR, AND AUDIT RECOMMENDATIONS ISSUED BY THE OFFICE OF THE CHIEF AUDITOR:**  
ACTION: This item was pulled from the Consent Agenda for discussion.
11. **REVIEW OF UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2008:**  
RECOMMENDATION: The Finance Committee recommends that the Board receive the information.

***CONTRACTS AND AGREEMENTS AND AMENDMENTS TO CONTRACTS AND AGREEMENTS***

12. **AWARD A CONTRACT TO ANTON'S SERVICE, INC. TO DEMOLISH AIRMAIL FACILITY AT SAN DIEGO INTERNATIONAL AIRPORT:**  
ACTION: This item was pulled from the Consent Agenda for discussion.
13. **AWARD OF CONTRACT TO JACOBS CONSULTANCY AND AUTHORIZE THE PRESIDENT/CEO TO NEGOTIATE THE TERMS AND CONDITIONS OF THE CONTRACT FOR AVIATION PLANNING SERVICES TO PREPARE THE REGIONAL AVIATION STRATEGIC PLAN (RASP) FOR AIRPORTS IN SAN DIEGO COUNTY:**  
ACTION: This item was pulled from the Consent Agenda for discussion.

- 14. AWARD A CONSTRUCTION CONTRACT TO NEAL ELECTRIC CORPORATION TO REPLACE & PROTECT ESCALATORS AT TERMINAL 1 AND AIRPORT-WIDE ELEVATOR & ESCALATOR MONITORING SYSTEM-MONITORING SYSTEM INSTALLATION:**  
RECOMMENDATION: Adopt Resolution No. 2008-0143, awarding a construction contract to Neal Electric Corporation, dba Nealectric, Inc. in the amount of \$1,247,650.00, for Project No. 104054, Replace & Protect Escalators at Terminal 1 and Airport-wide Elevator and Escalator Monitoring System – Monitoring System Installation, at San Diego International Airport.

**ITEM PULLED FROM THE CONSENT AGENDA FOR DISCUSSION:**

- 2. APPOINTMENT TO THE AIRPORT ADVISORY COMMITTEE:**  
Board Member Boland stated that Judge Victor Bianchini will be a tremendous asset to the Committee because of his diverse background and experience.

RECOMMENDATION: Adopt Resolution No. 2008-0139, approving the appointment of Victor Bianchini as a member of the Airport Advisory Committee.

**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, Desmond, Miller, Panknin, Watkins, Zettel; NO – None; ABSENT – Bersin, Finnila, Young. (Weighted Vote Points: YES – 60; NO – 0; ABSENT – 40)**

- 10. FISCAL YEAR 2008 – ANNUAL AUDIT ACTIVITIES REPORT FROM THE OFFICE OF THE CHIEF AUDITOR, AND AUDIT RECOMMENDATIONS ISSUED BY THE OFFICE OF THE CHIEF AUDITOR:**

In response to Board Member Zettel's concerns regarding the 20% mark-ups identified for the Gable, Cook and Schmid Public Relations, LLC audit, Thella F. Bowens, President/CEO, stated that the Audit and Finance Departments work together to establish an acceptable rate. She stated that the Audit Committee did not put a cap on the mark-up rate, and that she would be reluctant to endorse one because of the various factors that affect mark-ups. She emphasized that the Gable, Cook and Schmid Public Relations, LLC audit was impacted by extenuating circumstances which were above and beyond the mark-up issue. She stated that there were many changes in the contracting process as a result of this particular audit, and she is confident that the issues which were of concern in this regard are now addressed.

Board Member Zettel expressed concern that only 50% of Audit recommendations from the second quarter of FY08 have been completed.

Jana Vargas, Director, Procurement, stated that in October, 2007 all P-Cards were suspended and re-issued after all users were re-trained on the use of P-Cards. She stated that a comparison review of prohibited expenses was made after the training, and it indicated an approximate 75% reduction in prohibited purchases from before. Ms. Vargas stated that controls have been put in place to encourage continued monitoring of this program, and that she supports the suggested yearly review of the P-Card Program by the Audit Department.

**RECOMMENDATION:** The Audit Committee recommends that the Board receive the information.

**ACTION:** Moved by Board Member Zettel and seconded by Board Member Panknin to approve staff's recommendation. Motion carried by the following vote: YES – Boland, Desmond, Miller, Panknin, Watkins, Zettel; NO – None; ABSENT – Bersin, Finnila, Young. (Weighted Vote Points: YES – 60; NO – 0; ABSENT – 40)

5. **AWARDED CONTRACTS, APPROVED CHANGE ORDERS FROM SEPTEMBER 8, 2008 THROUGH OCTOBER 5, 2008 AND REAL PROPERTY AGREEMENTS GRANTED AND ACCEPTED FROM SEPTEMBER 8, 2008 THROUGH OCTOBER 5, 2008:**

In response to Board Member Zettel regarding the increase in the Whinnery Design contract for services to support the Airport's interior holiday decorations collection, Jana Vargas, Director, Procurement, stated that this contract was amended, and a new bid was not generated because the original solicitation was for a one year contract with the option for two one-year renewals. She stated that this contract represented the second and final one-year renewal of the contract.

**RECOMMENDATION:** Receive the report.

**ACTION:** Moved by Board Member Zettel and seconded by Board Member Boland to approve staff's recommendation. Motion carried by the following vote: YES – Boland, Desmond, Miller, Panknin, Watkins, Zettel; NO – None; ABSENT – Bersin, Finnila, Young. (Weighted Vote Points: YES – 60; NO – 0; ABSENT – 40)

**12. AWARD A CONTRACT TO ANTON'S SERVICE, INC. TO DEMOLISH AIRMAIL FACILITY AT SAN DIEGO INTERNATIONAL AIRPORT:**

In response to Board Member Panknin regarding whether there is a requirement that the Authority accept the lowest bid presented or if a qualitative analysis may be an option in the contractor selection process, Iraj Ghaemi, Director, Facilities Development, stated that according to Authority Policy there is no requirement to select the lowest bid. He stated it has been the Authority's standard practice to adhere to the Public Contract Code, which awards construction contracts to the lowest bidder.

In response to Board Member Zettel regarding whether the bidders for this project were local, and, if that were the case, whether points were given to the local company during selection, Mr. Ghaemi stated a point system was not utilized for local bidders. He stated that this particular bid was awarded based on the lowest responsive bid.

**RECOMMENDATION:** Adopt Resolution No. 2008-0141, awarding a construction contract to Anton's Service, Inc. in the amount of \$359,574.75 for Project No. 104081, Demolish Airmail Facility, at San Diego International Airport.

**ACTION:** Moved by Board Member Panknin and seconded by Board Member Boland to approve staff's recommendation. Motion carried by the following vote: YES – Boland, Desmond, Miller, Panknin, Watkins, Zettel; NO – None; ABSENT – Bersin, Finnilla, Young. (Weighted Vote Points: YES – 60; NO – 0; ABSENT – 40)

**13. AWARD OF CONTRACT TO JACOBS CONSULTANCY AND AUTHORIZE THE PRESIDENT/CEO TO NEGOTIATE THE TERMS AND CONDITIONS OF THE CONTRACT FOR AVIATION PLANNING SERVICES TO PREPARE THE REGIONAL AVIATION STRATEGIC PLAN (RASP) FOR AIRPORTS IN SAN DIEGO COUNTY:**

In response to Board Member Panknin regarding whether Jacobs Consultancy was a local company, Angela Shafer-Payne, Vice President, Planning and Operations, stated that it was not, and that the sub-consultant packet is currently being reviewed. She stated that the company is considering opening a local office to assist with this project and other active Southern California projects.

**RECOMMENDATION:** Adopt Resolution No. 2008-0142, approving the award of a Contract between the Airport Authority and Jacobs Consultancy and authorize the President/CEO to negotiate the terms and conditions of the contract in an amount not to exceed \$2,200,000 million for aviation planning services to prepare the Regional Aviation Strategic Plan (RASP) for airports in San Diego County.

**ACTION: Moved by Board Member Panknin and seconded by Board Member Boland to approve staff's recommendation. Motion carried by the following vote: YES – Boland, Desmond, Miller, Panknin, Watkins, Zettel; NO – None; ABSENT – Bersin, Finnilla, Young. (Weighted Vote Points: YES – 60; NO – 0; ABSENT – 40**

**PUBLIC HEARINGS:** None

**OLD BUSINESS:** None

**NEW BUSINESS:**

Board Member Watkins stated that the Board would hear a Presentation on Item 17 from David Wescoe of SDCERS.

**17. DISCUSSION AND ACTION REGARDING SDCERS DROP ACCOUNT INTEREST RATE:**

David Wescoe, CEO, San Diego City Employees' Retirement System (SDCERS), provided a presentation on the Deferred Retirement Option Plan (DROP) program, which included an overview of the program requirements; recap of current Airport Authority DROP participants; changes upon DROP entry and DROP retirement; and details on the DROP Interest Credit Rate.

In response to Board Member Boland regarding why a market interest rate cannot be amortized over the maximum of five years, or the length of service, Mr. Wescoe stated that Market Rate of Interest applies to SDCERS through the Americans Disability Act (ADA), and that there is a great deal of controversy as to whether the assumed rate of 7.75% is a market rate or not. He further stated that early next year the actuary is expected to state that the U.S. Treasury Department is providing a safe harbor to the system by supplying a guide to address what interest rates could be paid that would be deemed to be a market rate of interest.

In response to Board Member Miller regarding his request to provide an opinion on the Authority's recommendation, and clarification regarding the difference between the market rate, and the current earned annual rate on the retirement fund, Mr. Wescoe stated that the word "earned" was not recommended because there may be times when there may not be any return. He stated that the U.S. Treasury has made it very clear that an employee cannot see a reduction in their DROP account balance.

In response to Thella F. Bowens, President/CEO, regarding whether there is any contractual guarantee of how much an account is going to earn for an employee entering DROP, Mr. Wescoe stated that there was not.

In response to Board Member Boland regarding whether employees hired prior to 2006 have the option of entering into DROP, and if it is mandatory for the Authority to accept that decision, Mr. Wescoe stated that both assumptions were correct.

In response to Board Member Zettel regarding whether actual monies in a DROP account being paid on annuity will keep paying after the total amount of contribution is reached, Mr. Wescoe stated that once the contribution amount is tapped out, annuity payments will cease.

Board Member Watkins stated that a discussion and decision on this item would be held in the order it's listed on the agenda.

## **REPORTS FROM CITIZEN COMMITTEES:**

### ***CITIZEN COMMITTEES***

- **AIRPORT ADVISORY COMMITTEE**

Gail Naughton, Chair, Airport Advisory Committee, provided a report on the last Airport Advisory Committee meeting held on October 9, 2008.

15. **APPROVE MEMORANDUM OF UNDERSTANDING BY AND BETWEEN CALIFORNIA HIGH-SPEED RAIL AUTHORITY, SOUTHERN CALIFORNIA ASSOCIATION OF GOVERNMENTS, SAN DIEGO ASSOCIATION OF GOVERNMENTS, SAN BERNARDINO ASSOCIATED GOVERNMENTS, RIVERSIDE COUNTY TRANSPORTATION COMMISSION, AND SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY FOR PREPARATION OF STUDIES FOR THE LOS ANGELES TO SAN DIEGO VIA RIVERSIDE PROPOSED HIGH-SPEED PASSENGER RAIL CORRIDOR AND THE REGIONAL AIR-RAIL NETWORK:**

Ted Anasis, Manager, Airport Planning, provided a presentation regarding the MOU, which included background and update information on the Regional Aviation Strategic Plan (RASP) and the Airport Multimodal Accessibility Plan (AMAP).

Jose Martinez, Regional Program Manager, California High-Speed Rail Authority (CHSRA), stated that the CHSRA is paying for the study covering travel from downtown Los Angeles to downtown San Diego, and that the MOU does cover special studies.

In response to Board Member Panknin regarding whether the plan is to also provide service to Rodriguez Airport in Tijuana, Mr. Martinez stated that currently this is being considered.



In response to Board Member Desmond regarding what agencies had approved the MOU to date, Mr. Martinez stated that the San Bernardino Associated Governments, San Diego Association of Governments, and the California High-Speed Rail Authority had approved the MOU.

In response to Board Member Zettel regarding any future costs to the Authority associated to this project, Mr. Anasis stated that any costs for this project would have to be approved by the Board.

**RECOMMENDATION:** Adopt Resolution No. 2008-0145, approving a Memorandum of Understanding by and between California High-Speed Rail Authority, Southern California Association of Governments, San Diego Association of Governments, San Bernardino Associated Governments, Riverside County Transportation Commission and San Diego County Regional Airport Authority for preparation of studies for the Los Angeles to San Diego via Riverside proposed high-speed passenger rail corridor and the regional air-rail network.

**ACTION:** Moved by Board Member Desmond and seconded by Board Member Zettel to approve staff's recommendation. Motion carried by the following vote: YES – Boland, Desmond, Miller, Panknin, Watkins, Zettel; NO – None; ABSENT – Bersin, Finnilla, Young. (Weighted Vote Points: YES – 60; NO – 0; ABSENT – 40)

**16. DISCUSSION REGARDING THE 2009 PROPOSED MASTER CALENDAR OF BOARD AND COMMITTEE MEETINGS:**

Tony Russell, Director, Corporate Services/ Authority Clerk, stated that at the October 27, 2008 meeting, the Executive Committee recommended that the 2009 Master Calendar of Board and Committee meetings be reviewed by the Board, prior to having it move forward to the December 4, 2008 Board meeting for final approval. Mr. Russell stated that at the November 6, 2008 Audit Committee meeting the Committee voted to move the scheduled 2009 Audit Committee meetings to the Monday preceding Board meetings. He stated that after adjusting some dates because of scheduling conflicts, the Calendar had been revised.

Board Member Boland requested that the Audit Committee meeting for February be scheduled on February 2, 2009 to accommodate a request made by an Audit Committee member.

Thella F. Bowens, President/CEO, encouraged Board Members to provide any additional input they would like to make in regard to the Master Calendar prior to the December Board meeting in an effort to minimize future scheduling conflicts with the Master Calendar.

**ACTION:** No action was taken.

**17. DISCUSSION AND ACTION REGARDING SDCERS DROP ACCOUNT INTEREST RATE, continued:**

Amy Gonzalez, Director, Counsel Services, recommended that page 2, Section (1) of the Resolution be revised to read: "(1) it supports the alternatives of SDCERS' use of an interest rate on DROP accounts equal to the current annual market rate of return on DROP accounts, with the understanding that the DROP account balance cannot be reduced".

**RECOMMENDATION:** The Executive Personnel and Compensation Committee recommends that the Board adopt Resolution No. 2008-0144, recommending to the SDCERS Board an interest rate using the current earned annual rate on the retirement fund, that the Authority participate in the discussions regarding the DROP Account Interest Rate and to express the Authority's desire to move away from a fixed interest rate.

**ACTION:** Moved by Board Member Desmond and seconded by Board Member Boland to adopt Revised Resolution No. 2008-0144 R recommending to the SDCERS Board an interest rate using the current annual market rate on DROP accounts with the understanding that the DROP account balances cannot be reduced, that the Authority participate in the discussions regarding the DROP Account Interest Rate and to express the Authority's desire to move away from a fixed interest rate. Motion carried by the following vote: YES – Boland, Desmond, Miller, Panknin, Watkins, Zettel; NO – None; ABSENT – Bersin, Finnilla, Young. (Weighted Vote Points: YES – 60; NO – 0; ABSENT – 40)

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

***STANDING BOARD COMMITTEES***

- **AUDIT COMMITTEE:**  
Board Member Boland stated that the addition of the new public members of the Audit Committee have been an asset to the Committee.
- **EXECUTIVE PERSONNEL AND COMPENSATION COMMITTEE:**  
Board Member Watkins reported that contract discussions with the labor negotiator are continuing, and that final reviews for the President/CEO, Chief Auditor, and General Counsel will be presented at the December Board meeting.

- **FINANCE COMMITTEE:**  
Board Member Watkins stated that the Committee has been keeping abreast of the latest financial developments, and he reported that SDIA is in line with the rest of the market place. He stated that a review of the current budget is underway.

### **LIAISONS**

- **AIRPORT MULTI-MODAL ACCESSIBILITY PLAN:** None
- **MILITARY AFFAIRS LIAISONS:** None
- **RASP LIAISONS:**  
Board Member Miller stated that as reported earlier at today's meeting, the consultants are encouraged to use local businesses if at all possible, and that a local office may be opened by the consulting firm.
- **TERMINAL DEVELOPMENT PROGRAM:** None
- **AVIATION TECHNOLOGICAL ADVANCES:**  
Thella F. Bowens, President/CEO stated that a letter was sent to Adam England outlining the Board's position on the proposed floating airport.

### **BOARD REPRESENTATIVES**

- **AD HOC AIRPORT REGIONAL POLICY COMMITTEE:**  
Board Member Boland stated that the Committee had a retreat last week, and that alternatives were reviewed. He stated that alternative B1, which related to moving terminals to the North Side was removed.
- **SANDAG TRANSPORTATION COMMITTEE REPRESENTATIVE:**  
Board Member Zettel stated that at the last SANDAG meeting it was reported that four members of the Committee would be leaving due to term limits and/or not being re-elected. She stated that the new "smart card" designed to streamline and expedite fare collection for regional transit throughout San Diego County, is almost implemented. She stated that the California State budget is seriously impacting the agency and they are trying to come up with new strategies to address the problem.
- **SCAG AVIATION TASK FORCE:**  
Board Member Boland stated that the Southern California Regional Aviation Authority (SCRAA) will be deciding in December whether there is a future for this agency. He stated that the SCRAA consultant will be meeting with him and Angela Shafer-Payne, Vice President, Planning and Operations, to gather input in this regard.
- **CALTRANS:** None

**PRESIDENT/CEO REPORT:**

About the Airport  
Destination Lindbergh: The Ultimate Build Out  
Terminal Development Program  
Regional Aviation Strategic Plan  
Public Outreach and Communication  
International Air Service  
City/SANDAG/Port Collaboration

Thella F. Bowens, President/CEO, reported that Holiday Season travel will be the focus for the next few months. She provided an overview of the TSA check in procedure during the holidays, highlighting the use of "family" lanes in San Diego as a designated "test" site. She reported that children's art, with the assistance of the Children's Art Museum, has been transferred onto wrapping paper and the Authority will be offering gift wrapping for holiday travelers.

Ms. Bowens reported that on December 4 and 5 SDIA will be hosting a forum for Airport Directors from throughout California to discuss legislative and other important issues. She reported that it has been encouraging to note that carriers are approaching the Authority regarding international travel; however no significant announcements are expected at this time. She stated that the Authority is still enjoying a close relationship with the San Diego Port Authority as it discusses ongoing programs such as Destination Lindbergh, parking, and other important matters.

Ms. Bowens reported that the Authority was among one hundred employers in San Diego County that was nominated for the San Diego Workplace Excellence Award. She stated that although the Authority did not win the award, the fact that the agency was nominated among over 90,000 employers in the County, was impressive nevertheless. She also reported that the Airport Facilities Council of the International Facilities Management Association announced the 2008 winners, and San Diego International Airport was among them. She commended the Facilities Maintenance and Operations staff for this outstanding achievement.

*Board Member Young arrived at 10:45 a.m.*

**PUBLIC COMMENT:** None

**GENERAL COUNSEL REPORT:** None

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

Board Member Boland reported on a recent trip to London on behalf of the Authority. He stated that he met with various organizations involved with trade in San Diego, and had extensive discussions with the British Aircraft Authority. He reported that he visited Heathrow, and other airports in the area. He stated that he and Board Member Watkins have submitted a detail written report in regard to this trip.

Board Member Watkins provided an overview of his visit to Stansted Airport during his trip to London, which he stated is very similar to SDIA.

**BOARD COMMENT:** Board Member Zettel requested to join Board Member Boland at the next SCRAA meeting.

**CLOSED SESSION:** The Board recessed into Closed Session at 10:50 a.m. to discuss Item 20.

18. **CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION:**  
Pursuant to Government Code Section 54956.9(a):  
*Kenneth Quilantang v. San Diego County Regional Airport Authority, et al.*,  
San Diego Superior Court Case No. 37-2008-00092986-CU-PO-CTL
19. **CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION:**  
Significant exposure to litigation pursuant to 54956.9(b)(A),(B) and (E):  
Memorandum of Agreement with SANDAG and the City of San Diego  
Number of potential cases: 1
20. **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.
21. **PUBLIC EMPLOYEE PERFORMANCE EVALUATION:**  
(Government Code Section 54957):  
Title: General Counsel
22. **PUBLIC EMPLOYEE PERFORMANCE EVALUATION:**  
(Government Code Section 54957):  
Title: Chief Auditor
23. **PUBLIC EMPLOYEE PERFORMANCE EVALUATION:**  
(Government Code Section 54957):  
Title: President/CEO

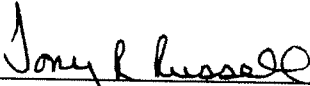
24. **CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION:**  
Initiation of litigation pursuant to Cal. Gov. Code §54956.9(c).  
Number of potential cases: 1 (Nazbest-Pacific).
25. **CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION:**  
Initiation of litigation pursuant to Cal. Gov. Code §54956.9(c).  
Number of potential cases: 1 (Galaxy).
26. **CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION:**  
Initiation of litigation pursuant to Cal. Gov. Code §54956.9(b) and (c).  
Number of potential cases: 1 (Contract matter – Soltec Pacific).
27. **CONFERENCE WITH REAL PROPERTY NEGOTIATORS:**  
Real property negotiations pursuant to Cal. Gov. Code §§54954.5(b) and §54956.8.  
Property: 1470 Bay Boulevard, Chula Vista, CA 91911  
Agency Negotiators: Vernon D. Evans, Vice President, Finance/Treasurer  
Negotiating Parties: GGTW, LLC  
Under Negotiation: Lease – terms of payment and conditions

**REPORT ON CLOSED SESSION:** The Board reconvened into open session at 12:25 p.m. Amy Gonzales, Director, Counsel Services reported that the Board deferred the decision regarding whether to approve the tentative agreement negotiated with Teamsters 911 until further information is provided by staff and the President/CEO.

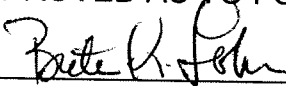
**ADJOURNMENT:**

The meeting was adjourned at 12:26 p.m. The next meeting will be held on December 4, 2008 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 SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD THIS 4TH DAY OF DECEMBER, 2008.

  
\_\_\_\_\_  
TONY R. RUSSELL  
DIRECTOR, CORPORATE SERVICES/  
AUTHORITY CLERK

APPROVED AS TO FORM:

  
\_\_\_\_\_  
BRETON K. LOBNER  
GENERAL COUNSEL