

**SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY  
SPECIAL EXECUTIVE COMMITTEE MEETING MINUTES  
MONDAY, DECEMBER 1, 2008  
SAN DIEGO INTERNATIONAL AIRPORT  
BOARD ROOM**

**CALL TO ORDER**

Chairperson Bersin called the special meeting of the Executive Committee and Special Board Meeting to order at 10:06 a.m., Monday, December 1, 2008, 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 Finnila led the Pledge of Allegiance.

**ROLL CALL**

Present:            Committee Members:    Bersin, Finnila  
                         Board Members:            Boland, Panknin, Young, Zettel

Absent:            Committee Members:    Watkins

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

**PUBLIC COMMENT** – None

*Board Member Young arrived at 10:15 a.m.*

**NEW BUSINESS**

1.    **REPORT ON THE AUTHORITY'S FINANCIAL CONDITION:**  
Vernon Evans, Vice President, Finance/Treasurer, provided a presentation on the Authority's Financial Condition, which included a Financial Update Overview, Financial Impacts, Effects on the Authority, Enplanements, Total Operating Revenues, Gross Landing Weights, Schedule of Concession Review, Airport Parking Revenue, Airport Parking Transactions, Operating Revenues, Operating Expenses, Detailed Schedule of Net Salaries and Benefits, Operating Expenses, Financial Summary, Non-Operating Revenue and Expenses, Passenger Facility Charges, and Authority Strategy.

In response to Board Member Finnila regarding why the rating dropped for bond insurers, Mr. Evans stated that the bond insurers rating dropped because of a decrease on their credit status, but the Authority rating has not changed.

In response to Board Member Young regarding the accuracy of the budget forecast, Thella F. Bowens, President/CEO, stated that a complete budget reforecast would be presented at the December 4, 2008 Board Meeting based on the current trends.

Board Member Finnila noted that as the Authority departments are cutting their budgets, the Board should do the same.

Chairperson Bersin stated that he would look to staff for guidance regarding the Board's budget.

Board Member Zettel expressed concern that business development expenses were under budget.

Ms. Bowens stated that staff is continuing to look at other business opportunities and ways to generate revenue.

In response to Board Member Finnila regarding reducing expenses associated with the Quieter Home Program, Mr. Evans stated that the program is fully funded by grants and Passenger Facility Charges so it would not have any impact on the operating budget.

Board Member Boland stated that he hoped that training expenses would not be cut for employees, as well as major maintenance projects that enhance the airport.

In response to Board Member Young regarding the largest area of concern, Mr. Evans stated that the drop in operating revenues is of most concern. He stated that the challenge is being able to keep the expenses in line to be able to break even while maintaining the same level of service.

**RECOMMENDATION:** Receive the report.

**ACTION:** No action taken.

**CLOSED SESSION:** The Committee recessed into Closed Session at 11:05 a.m. to discuss Item 2.

**2. 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.

**REPORT ON CLOSED SESSION:** The Committee reconvened into open session at 12:26 p.m. Breton Lobner, General Counsel, reported that no formal action was taken.

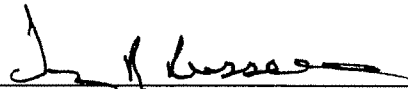
**PRESIDENT/CEO REPORT**

**COMMITTEE MEMBER COMMENTS**

**ADJOURNMENT**


The meeting adjourned at 12:27 p.m. The next meeting will be held on December 19, 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 EXECUTIVE COMMITTEE THIS 19<sup>th</sup> DAY OF DECEMBER, 2008.



TONY R. RUSSELL  
DIRECTOR, CORPORATE SERVICES/  
AUTHORITY CLERK

APPROVED AS TO FORM:



BRETON K. LOBNER  
GENERAL COUNSEL