

**SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY
EXECUTIVE AND FINANCE COMMITTEE MEETING MINUTES
MONDAY, FEBRUARY 25, 2019
BOARD ROOM**

CALL TO ORDER: Chairman Boling called the Executive and Finance Committee Meeting to order at 9:02 a.m., on Monday, February 25, 2019, in the Board Room of the San Diego International Airport, Administration Building, 3225 N Harbor Drive, San Diego, CA 92101.

PLEDGE OF ALLEGIANCE: Kimberly J. Becker, President/CEO, led the Pledge of Allegiance.

ROLL CALL:

Executive Committee

Present: Committee Members: Boling (Chair), Robinson, Schumacher

Absent: Committee Members: None

Finance Committee

Present: Committee Members: Cox, Schiavoni, West

Absent: Committee Members: Lloyd

Also Present: Kimberly J. Becker, President/CEO; Amy Gonzalez, General Counsel; Tony R. Russell, Director, Board Services/Authority Clerk; Linda Gehlken, Assistant Authority Clerk I

NON-AGENDA PUBLIC COMMENT: None.

NEW BUSINESS:

1. APPROVAL OF MINUTES:

RECOMMENDATION: Approve the minutes of the January 28, 2019 regular meeting.

ACTION: Moved by Board Member Robinson and seconded by Board Member Schumacher to approve staff's recommendation. Motion carried unanimously.

FINANCE COMMITTEE NEW BUSINESS:

2. REVIEW OF THE UNAUDITED FINANCIAL STATEMENTS FOR THE SEVEN MONTHS ENDED JANUARY 31, 2019:

Kathy Kiefer, Senior Director, Finance and Asset Management, provided a presentation on the Review of the Unaudited Financial Statements for the Seven Months Ended January 31, 2019, that included Enplanements, Gross Landing Weight Units, Operating Revenue, Operating Expenses, Net Operating Income, Nonoperating Revenue & Expenses, and Statements of Net Position.

3. REVIEW OF THE AUTHORITY'S INVESTMENT REPORT AS OF JANUARY 31, 2019:

Geoff Bryant, Manager, Airport Finance, provided a presentation on the Authority's Investment Report as of January 31, 2019, that included Portfolio Characteristics, Sector Distribution, Quality & Maturity Distribution, Investment Performance, and Bond Proceeds.

EXECUTIVE COMMITTEE NEW BUSINESS:

4. PRE-APPROVAL OF TRAVEL REQUESTS AND APPROVAL OF BUSINESS AND TRAVEL EXPENSE REIMBURSEMENT REQUESTS FOR BOARD MEMBERS, THE PRESIDENT/CEO, THE CHIEF AUDITOR AND GENERAL COUNSEL:

RECOMMENDATION: Pre-approve travel requests and approve business and travel expense reimbursement requests.

ACTION: Moved by Board Member Schumacher and seconded by Board Member Robinson to approve staff's recommendation. Motion carried unanimously.

The Committee recessed at 9:25 a.m. and reconvened at 9:27 a.m.

REVIEW OF FUTURE AGENDAS

5. REVIEW OF THE DRAFT AGENDA FOR THE MARCH 14, 2019 SPECIAL BOARD MEETING:

Kimberly J. Becker, President/CEO, provided an overview of the draft agenda for the March 14, 2019, Special Board meeting.

Amy Gonzalez, General Counsel, stated that a Closed Session item heard by the Audit Committee at its February 11, 2019 meeting regarding Threat to Public Services or Facilities would be added to Closed Session.

6. REVIEW OF THE DRAFT AGENDA FOR THE MARCH 14, 2019 SPECIAL AIRPORT LAND USE COMMISSION MEETING:

Kimberly J. Becker, President/CEO, stated that a revised Draft agenda for the Special March 14, 2019, ALUC meeting was distributed at the dais, and provided an overview of the agenda.

WORKSHOP

7. REVIEW PROPOSED AMENDMENTS TO AUTHORITY CODES AND POLICIES:

Tony R. Russell, Director, Board Services/Authority Clerk, provided a presentation with a summary of the amendments to Authority Codes 7.02, 7.03, 7.04, 7.05, 7.06, 7.07, 7.08, 7.09, 7.10, 7.11, 7.14, 7.30, 7.41, 8.01, 8.02, 8.10, 8.11, 8.20, 8.21, 8.40, 8.41, 8.42, 8.51, and repealing policy 7.40.

In response to concern expressed by Board Member Schiavoni regarding the broad scope in language and the ability to effectively enforce Policy 7.14 (b) as written, Amy Gonzalez, General Counsel, stated that staff would review and refine the language in this section.

Board Member West suggested that the use of motorized scooters should be addressed in Policy 7.30, Pedestrian Right-of-Way.

In response to Board Member Cox regarding whether scooters are a problem at the airport, Marc Nichols, Director, Ground Transportation, stated that there has been some concern; however, this transportation mode falls under the jurisdiction of the City of San Diego's Vehicle Code.

Board Member West suggested that recycling be incorporated in Code 7.41 and others where appropriate.

Chairman Boling requested that staff review the sections of Article 7, make revisions as needed regarding recycling, and bring it back for review.

RECOMMENDATION: Review proposed amendments, provide possible direction to staff, and forward to the Board with a recommendation for approval.

ACTION: Moved by Board Member Robinson and seconded by Board Member Schumacher to forward Article 8 of the Codes to the Board with a recommendation for approval. Motion carried unanimously.

CLOSED SESSION: The Committee recessed into Closed Session at 9:50 a.m. to discuss Items 8 and 9.

8. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION:
(Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Cal. Gov. Code §54956.9)
Number of potential cases: 1

9. CONFERENCE WITH REAL PROPERTY NEGOTIATORS:
Property: Airline Operating and Lease Agreement - San Diego International Airport
Agency Negotiator: Kim Becker, Scott Brickner, John Dillon, Kathy Kiefer, Amy Gonzalez
Negotiating Parties: Alaska Airlines, Allegiant Airlines, American Airlines, British Airways, Delta Airlines, FedEx, JetBlue Airlines, Southwest Airlines, United Airlines
Under Negotiation: price and terms of payment

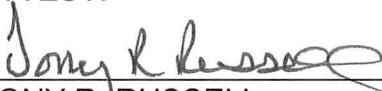
REPORT ON CLOSED SESSION: The Board adjourned out of Closed Session at 11:30 a.m. There was no reportable action.

BOARD AND COMMITTEE MEMBER COMMENTS: None.

ADJOURNMENT: The meeting adjourned at 11:30 a.m.

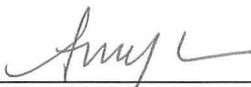
APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY EXECUTIVE COMMITTEE THIS 25th DAY OF MARCH, 2019.

ATTEST:



TONY R. RUSSELL
DIRECTOR, BOARD SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:



AMY GONZALEZ
GENERAL COUNSEL