

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

CALL TO ORDER: Chairman Boling called the Executive and Finance Committee Meeting to order at 9:01 a.m., on Monday, March 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: Board Member West led the Pledge of Allegiance.

ROLL CALL:

Executive Committee

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

Absent: Committee Members: None

Finance Committee

Present: Committee Members: Lloyd, Schiavoni, West

Absent: Committee Members: Cox

Also Present: Angela Shafer-Payne, Vice President/COO; Amy Gonzalez, General Counsel; Tony R. Russell, Director, Board Services/Authority Clerk; Martha Morales, Assistant Authority Clerk I

NON-AGENDA PUBLIC COMMENT:

BRAD BARNUM, SAN DIEGO, representing Associated General Contractors, spoke in opposition of a Project Labor Agreement and requested the consideration of a workshop.

PETE SAUCEDO, SPRING VALLEY, representing Associated General Contractors, spoke in opposition of government mandated Project Labor Agreements.

NEW BUSINESS:

1. APPROVAL OF MINUTES:

RECOMMENDATION: Approve the minutes of the February 25, 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 EIGHT MONTHS ENDED FEBRUARY 28, 2019:

Kathy Kiefer, Senior Director, Finance and Asset Management, provided a presentation on the Review of the Unaudited Financial Statements for the Eight Months Ended February 28, 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 FEBRUARY 28, 2019:

Geoff Bryant, Manager, Airport Finance, provided a presentation on the Authority's Investment Report as of February 28, 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 Robinson and seconded by Board Member Schumacher to approve staff's recommendation. Motion carried unanimously.

REVIEW OF FUTURE AGENDAS

5. REVIEW OF THE DRAFT AGENDA FOR THE APRIL 4, 2019 BOARD MEETING:

Angela Shafer-Payne, Vice President/COO, provided an overview of the draft agenda for the April 4, 2019, Board meeting. She requested that two New Business items would be added for the 1) Adoption of a Resolution and Authorizing the President/CEO to Negotiate and Execute a Third Amendment to the Rental Car Center Bus Operations Agreement with SP Plus; and 2) Airport Development Plan Update with Possible Action Regarding a Project Labor Agreement.

6. REVIEW OF THE DRAFT AGENDA FOR THE APRIL 4, 2019 AIRPORT LAND USE COMMISSION MEETING:

Angela Shafer-Payne, Vice President/COO, provided an overview of the draft agenda for the April 4, 2019 ALUC meeting. She requested that Item 3, Consistency Determination - Fallbrook Community Airpark Airport Land Use Compatibility Plan - Peppertree Park Villages 9 & 10 would be removed from the draft agenda.

In response to Chairman Boling's inquiry regarding whether the item pulled was being delayed for a period of time, Dennis Probst, Vice President/CDO, stated that the County and the Developer are hoping to agree on a development plan that would be deemed consistent and that if they are successful, the item would come back as part of a report of consistency.

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 1.03, 1.12, 1.18, 2.06, 2.09, 6.01, 7.02, 7.03, 7.04, 7.05, 7.06, 7.07, 7.08, 7.09, 7.10, 7.11, 7.30, 7.41, 8.12, and Policies 1.03, 1.32, 1.50, 2.01, 4.40, as well as repealing Code 7.40. Mr. Russell stated that Article 9 regarding Ground Transportation is being held until the Ground Transportation Ad Hoc Committee completes their work and once that is ready to be presented; any remaining Codes and Policies would be presented at the same time.

At Board Member Schiavoni's request, Amy Gonzalez, General Counsel, stated she would provide all Board Members with the Schedule of Fines identified in Code 6.01.

Chairman Boling requested that the remaining Codes and Policies be presented when they are ready.

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 approve staff's recommendation. Motion carried unanimously.

CLOSED SESSION: The Committee recessed into Closed Session at 9:41 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 10:30 a.m. There was no reportable action.

COMMITTEE MEMBER COMMENTS: None.

ADJOURNMENT: The meeting adjourned at 10:30 a.m.

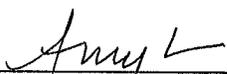
APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY EXECUTIVE COMMITTEE THIS 22ND DAY OF APRIL, 2019.

ATTEST:



TONY R. RUSSELL
DIRECTOR, BOARD SERVICES/
AUTHORITY CLERK

APPROVED AS TO FORM:



AMY GONZALEZ
GENERAL COUNSEL