

**SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD  
MINUTES  
THURSDAY, FEBRUARY 7, 2019  
SAN DIEGO INTERNATIONAL AIRPORT  
BOARD ROOM**

**CALL TO ORDER:** Chairman Boling called the regular meeting of the San Diego County Regional Airport Authority Board to order at 9:02 a.m. on Thursday, February 7, 2019, in the Board Room at the San Diego International Airport, Administration Building, 3225 North Harbor Drive, San Diego, CA 92101.

**PLEDGE OF ALLEGIANCE:** Board Member Binns led the Pledge of Allegiance.

**ROLL CALL:**

PRESENT: Board Members: Binns (Ex Officio), Boling, Cox, Desmond, Dockery (Ex-Officio), Kersey, Lloyd, Robinson, Schiavoni, Schumacher, West

ABSENT: Board Members: Wong-Hernandez (Ex Officio)

ALSO PRESENT: Angela Shafer-Payne, Vice President/COO; Amy Gonzalez, General Counsel; Tony R. Russell, Director, Board Services/Authority Clerk; Linda Gehlken, Assistant Authority Clerk I

**PRESENTATIONS:**

**A. OVERVIEW OF PASSENGER FACILITY CHARGES:**

John Dillon, Director, Financial Planning & Budget, provided a presentation on Passenger Facility Charges (PFC's) that included Eligible PFC projects, Use of SAN FPC's, and Future of PFC's.

RICHARD LEDFORD, SAN DIEGO, spoke in support of efforts by the Board and other stakeholders to increase PFC's for the San Diego International Airport.

**B. REVIEW OF THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED DECEMBER 31, 2018:**

Kathy Kiefer, Senior Director, Finance and Asset Management, provided a presentation on the Unaudited Financial Statements for the Six Months ended December 31, 2018 that included Operating Revenues, Operating Expenses, Non-Operating Revenue and Expenses, Financial Summary, and Statement of Net Positions.

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

- **AUDIT COMMITTEE:** None.
- **CAPITAL IMPROVEMENT PROGRAM OVERSIGHT COMMITTEE:**  
Board Member Kersey reported that the Committee met on January 28 and received an update on the Capital Improvement Program.
- **EXECUTIVE PERSONNEL AND COMPENSATION COMMITTEE:**  
Board Member Desmond reported that the Committee met on January 24 and received presentations on an Employee Strategy Update and Employee Benefits Open Enrollment Recap. He also reported that the Committee forwarded to the Board for approval today the Sixth Amendment to the restated SDCRAA Retirement Plan and Trust of 2013. He reported that mid-year evaluations were done for the President/CEO, General Counsel and Chief Auditor.
- **FINANCE COMMITTEE:**  
Board Member Cox reported that the Committee met on January 28 and forwarded to the Board the Review of the Unaudited Financial Statements for the Six Months Ended December 31, 2018 and Investment Report.

***AD HOC COMMITTEES***

- **GROUND TRANSPORTATION AD HOC:**  
Board Member West reported that the Ad Hoc Committee met on January 17 and discussed challenges to ground transportation long range operations and environmental issues. He reported that the next meetings are scheduled for February 14 and 21.

***ADVISORY COMMITTEES***

- **AUTHORITY ADVISORY COMMITTEE:**  
Board Member Robinson reported that the Committee met on January 30 and that the Committee received reports on various airport projects.
- **ART ADVISORY COMMITTEE:**  
Chris Chalupsky, Senior Manager, Art and Community Partnership, reported that the Parking Plaza public art installation was completed, and that a 144 ft. mural will be installed on the north side of Admiral Boland Way featuring artist Adrienne Hughes. He reported that in Performing Arts, Lewis Venezuela would be performing on Friday and that the Juke Box Kings will perform as part of the Third Thursday concert series on February 21. He also reported that the Arts Master Plan will be presented to the Board at the March 14 meeting.

## **LIAISONS**

- **CALTRANS:**  
Board Member Binns reported that the I8 West Morena Blvd. exit will reopen next week. He also reported that they continue to participate and support the SANDAG Airport Transit Committee's efforts. He reported that there have been several meetings with Airport staff to discuss the ADP traffic impacts and strategies to mitigate concerns.
- **INTER-GOVERNMENTAL AFFAIRS:**  
Board Member Cox reported that on January 25 President Trump signed a Continuing Resolution ending a 35-day partial government shutdown that will provide government funding through February 15. He reported that, in his State of the Union Address, President Trump stated that he would work with Congress to bring forth legislation to deliver new infrastructure investments from cutting edge industries. He reported that the House Transportation and Infrastructure Committee is having its first hearing today on federal investments and infrastructure and that it is chaired by Representative Peter DeFazio, longstanding proponent of the Passenger Facility Charge (PFC) and has voiced support for including a PFC increase in the House infrastructure package. He also reported that State legislators have until February 22 to introduce bills for the 2019 legislative session.
- **MILITARY AFFAIRS:**  
Board Member Dockery reported that the military is testing a detection system at Miramar called Air Fence and that he would be meeting with Authority staff to discuss best practices to address drones and other things that can threaten air space.
- **PORT:** None.
- **WORLD TRADE CENTER:** None.

## **BOARD REPRESENTATIVES (EXTERNAL)**

- **SANDAG BOARD OF DIRECTORS:**  
Chairman Boling reported that she attended two SANDAG Board meetings, and two meetings of the SANDAG Board's Airport Connectivity Subcommittee. She reported that there was nothing to report from the January Board meeting as it was mostly Closed Session, and Ex Officio members do not attend. She reported that the focus of the subsequent meeting was on the proposed amendments to the Regional Comprehensive Fare Ordinance, which adjusts fares for the Metropolitan Transit System and North County Transit District. She additionally reported that the Board adopted a FY2019 Program Budget Amendment to include \$1 million for consulting services related to airport connectivity planning undertaken by SANDAG. She reported that during discussion of the item

regarding airport connectivity planning, she addressed some of the information in the SANDAG staff report which mentioned that the Subcommittee's work product would be included in the Airport Authority's Airport Development Plan (ADP)/Environmental Impact Report (EIR). She reported that she clarified that the ADP/EIR will include, instead of a specific project, reference to a Memorandum of Agreement that the Authority will sign, along with Authority partners, and that, to avoid further delaying Terminal One, the plan should proceed with the EIR analysis, as it cannot wait to include the Subcommittee's conceptual framework in the draft EIR before recirculation. She also reported that the Airport Connectivity Subcommittee requested Airport Authority staff to present several high-level concepts for an on-airport transit connection. She reported that the presentation was well-received and showed adjustments to the ADP to ensure that there was opportunity to integrate whatever transit system the region decides upon that is realistic and feasible. She reported that SANDAG also discussed its response to the Navy Request for Interest in the SPAWAR property, and that SANDAG's vision is to use part of the property as a Grand Central Station concept that would include a connection to the airport. She also expressed appreciation for Mayor Faulconer's comments at the end of the meeting stating that the replacement of Terminal One is important to the region and our economy, and that it should not be delayed because of the long term plan to have a connection to the airport.

- **SANDAG TRANSPORTATION COMMITTEE:**

Chairman Boling reported that she attended the January 18 meeting and that Board Member Schiavoni attended the meeting on January 4. She reported that the primary presentation at the meeting she attended was on a new Specialized Transportation Strategic Plan, which serves the senior and disabled population in the region. She further reported that this Plan identifies transportation needs and current gaps in service, incorporates best practices from transit agencies nationwide, and develops near-and long-term strategies for improving specialized transportations into the upcoming update to the Regional Transportation Plan. She also reported that there was an update provided on the new South Bay Rapid that began service on a 26-mile route on January 27.

Board Member Schiavoni reported that she attended the meeting on January 4 and that the primary item was a presentation of the proposed amendments to the Regional Transit Comprehensive Fare Ordinance. She reported that the new Ordinance is the result of a two-year fare study by SANDAG, MTS, and North County Transit District; and that the fare ordinance is intended to simplify the transit fare system and help the transit system keep pace with rising operational costs. She reported that the Committee unanimously forwarded the fare Ordinance to the Board of Directors for approval.

- **SCAG AVIATION TASK FORCE:** None.

**CHAIR'S REPORT:**

Chairman Boling reported that Board Members Cox and Lloyd were reappointed to a new term and she expressed appreciation for their continued service to the Board. She reported that San Diego Mayor Kevin Faulconer held his 2019 State of the Union Address on January 15, and that he included support for a transit hub that would connect the City's public transit to the airport. She also reported that the SPAWAR property is being considered by the City as a viable area to accommodate a Grand Central Station.

**PRESIDENT/CEO'S REPORT:**

Angela Shafer-Payne, Vice President/COO, reported that passenger numbers surpassed 24M in 2018. She also reported that over 1M international passengers were served in 2018; a 19% increase over 2017. She reported that both are record numbers for SDIA. She reported that along with a strong economy and a robust tourism industry, there were several other factors contributing to the increase, such as several international carriers adding service and flying higher density aircrafts. She reported that the government shutdown last month did not impact customers traveling through SDIA. She stated that with another potential shutdown after February 15, staff is preparing to be ready if it happens. She reported that during the shutdown several community members and stakeholders showed their support for federal workers by doing what they could to assist. She reported that all of the airlines involved in the January 28 move reported a successful migration and no impact to their flight operations. She also reported that last month ACI held an Innovation at Airports Conference in San Diego and that several Authority staff members provided their expertise on various panels or as moderators during the Conference. She reported that she joined several other airport representatives from around the country in Washington, D.C. to discuss with legislators airport financing, with specific emphasis on Passenger Facility Charges (PFC's) for necessary airport structures improvements.

**NON-AGENDA PUBLIC COMMENT:** None.

**CONSENT AGENDA (Items 1-12):**

**ACTION: Moved by Board Member Desmond and seconded by Board Member Schumacher to approve the Consent Agenda. Motion carried by the following votes: YES – Boling, Cox, Desmond, Kersey, Lloyd, Robinson, Schiavoni, Schumacher, West; NO – None; ABSENT – None (Weighted Vote Points: YES – 100; NO – 0; ABSENT – 0).**

**1. APPROVAL OF MINUTES:**

**RECOMMENDATION:** Approve the minutes of the December 20, 2018 special and January 3, 2019 regular meetings.

2. **ACCEPTANCE OF BOARD AND COMMITTEE 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 Board Member attendance at other meetings, trainings and events not covered by the current resolution.
3. **AWARDED CONTRACTS, APPROVED CHANGE ORDERS FROM DECEMBER 10, 2018 THROUGH JANUARY 13, 2019 AND REAL PROPERTY AGREEMENTS GRANTED AND ACCEPTED FROM DECEMBER 10, 2018 THROUGH JANUARY 13, 2019:**  
RECOMMENDATION: Receive the report.
4. **FEBRUARY 2019 LEGISLATIVE REPORT:**  
RECOMMENDATION: Adopt Resolution No. 2019-0012, approving the February 2019 Legislative Report.
5. **APPOINTMENTS TO BOARD COMMITTEES, LIAISON POSITIONS, OTHER REPRESENTATIVE AND ALTERNATIVE POSITIONS:**  
RECOMMENDATION: Adopt Resolution No. 2019-0013, making appointments to Board committees, liaison positions, the Authority Advisory Committee, the Art Advisory Committee, and the World Trade Center Board.

## **CLAIMS**

## **COMMITTEE RECOMMENDATIONS**

6. **AUTHORIZE THE PRESIDENT/CEO TO NEGOTIATE AND AMEND A LETTER OF CREDIT AND REIMBURSEMENT AGREEMENT WITH US BANK, NA TO SUPPORT THE AUTHORITY'S BONDING AND CONTRACT FINANCING ASSISTANCE PROGRAM:**  
RECOMMENDATION: The Finance Committee recommends that the Board Adopt Resolution No. 2019-0014, approving and authorizing the President/CEO to amend and execute a letter of credit and reimbursement agreement in an amount not to exceed four million dollars (\$4,000,000) with US Bank, NA to support the Authority's Bonding and Contract Financing Assistance Program.
7. **REVIEW OF THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED DECEMBER 31, 2018:**  
RECOMMENDATION: The Finance Committee recommends that the Board accept the report.

8. **REVIEW OF THE AUTHORITY'S INVESTMENT REPORT AS OF DECEMBER 31, 2018:**  
RECOMMENDATION: The Finance Committee recommends that the Board accept the report.
9. **ADOPTION OF AMENDMENTS TO AUTHORITY CODES & POLICIES:**  
RECOMMENDATION: The Executive Committee recommends that the Board Adopt Resolution No. 2019-0015, approving amendments to Authority Codes 1.01, 1.13, 2.01, 2.02, 2.05, 2.08, 2.10, 2.12, 2.14, 2.15, 2.16, 5.11, 5.12, 5.16 and Policy 8.20 and repealing Code 1.02.

#### **CONTRACTS AND AGREEMENTS**

10. **AWARD A CONTRACT TO AMADEUS AIRPORT IT AMERICAS, INC. FOR RESOURCE MANAGEMENT SYSTEM & AIRPORT OPERATIONAL DATABASE SERVICES:**  
RECOMMENDATION: Adopt Resolution No. 2019-0016, approving and authorizing the President/CEO to execute an agreement with Amadeus Airport IT Americas, Inc. for a term of five (5) years, with the option for five (5) one-year extensions to be exercised at the discretion of the President/CEO, in an amount not-to-exceed \$975,000 to provide, install, configure and maintain, including technical support, a resource management system and an airport operational database system.

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

11. **AWARD A CONTRACT FOR COMMON USE SYSTEMS:**  
RECOMMENDATION: Adopt Resolution No. 2019-0017, approving and authorizing the President/CEO to execute an agreement with SITA, Inc., for a term of five (5) years, with the option for five (5) one-year extensions to be exercised at the discretion of the President/CEO, in an amount not-to-exceed \$11,705,500 to provide installation and maintenance support services for the Airport Authority's Common Use Systems.
12. **APPROVE AND AUTHORIZE THE PRESIDENT/CEO TO EXECUTE A SPECIAL WASTE DISPOSAL FACILITY AGREEMENT WITH REPUBLIC SERVICES INCORPORATED:**  
RECOMMENDATION: Adopt Resolution No. 2019-0018, approving and authorizing the President/CEO to execute a Special Waste Disposal Facility Agreement with Republic Services, Incorporated, for a term of three (3) years, with the option for two (2) one-year extensions exercisable at the sole discretion of the President/CEO, in an amount not-to-exceed \$5,500,000.

**PUBLIC HEARINGS:** None.

**OLD BUSINESS:** None.

**NEW BUSINESS:**

**13. APPROVE AMENDMENT NO. 6 TO THE AMENDED AND RESTATED SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY RETIREMENT PLAN AND TRUST OF 2013:**

Kurt Gering, Director, Talent, Culture & Capability, provided a presentation on approving Amendment No. 6 to the amended and restated San Diego County Regional Airport Authority Retirement Plan and Trust of 2013 that included Plan History, Proposed Amendment 6, Inactive Non-Vested Member Accounts, Purchase of Service Credit, Option 1: All or Nothing, Option 2: Prorating, and Service Credit and Base Compensation.

**RECOMMENDATION:** The Executive Personnel and Compensation Committee recommends that the Board Adopt Resolution No. 2019-0019, approving Amendment No. 6 to the Amended and Restated SDCRAA Retirement Plan and Trust of 2013.

**ACTION:** Moved by Board Member Desmond and seconded by Board Member Schiavoni to approve staff's recommendation. Motion carried by the following votes: YES – Boling, Cox, Desmond, Kersey, Lloyd, Robinson, Schiavoni, Schumacher, West; NO – None; ABSENT – None (Weighted Vote Points: YES – 100; NO – 0; ABSENT – 0).

Chairman Boling stated that since Items 14 and 15 are related, for clarity, the Board would hear the items together, and then vote on the items individually.

**14. AUTHORIZE LEASE AGREEMENTS WITH SOUTHWEST AIRLINES, AMERICAN AIRLINES, UNITED AIRLINES, AND DELTA AIRLINES TO OCCUPY AND/OR USE SPACE WITHIN THE NEWLY DEVELOPED AIRLINE SUPPORT BUILDING TO OPERATE AIRLINE CARGO SERVICES, AIRCRAFT PROVISIONING, AND GROUND SERVICE EQUIPMENT RELATED ACTIVITIES:**

Lisa Poitras, Real Estate Manager, Revenue Management, provided a presentation on the lease agreements with Southwest Airlines, American Airlines, United Airlines and Delta Airlines to occupy and/or use space within the newly developed Airline Support Building (ASB) to operate Airline Cargo Services, Aircraft Provisioning, and Ground Service Equipment activities that included Background – Site Location, Background – Airport Master Plan, Background – Existing Facility, Concept Rendering, Concept Plan, Business Terms and Project Timeline.

In response to Chairman Boling regarding the money flow to fund the project and whether a potential loss could be incurred by the Authority, John Dillon, Director, Financial Planning & Budget, stated that in regard to expenses, there should not be loss because normal operating costs would fall under standard real estate building rental costs, and recouped by the Authority. He stated that the actual rental rate is based on the final project cost and the Authority's agreed borrowing rate at the time. He also stated that a Consumer Price Index (CPI) cost would be added year over year, as well as Debt Service Coverage.

In response to Board Member Schumacher regarding whether the Authority would have a way to recover an increase in construction costs should they exceed the Guaranteed Maximum Price (GMP), Dennis Probst, Vice President/CDO, stated that the contractor would be required to deliver the project at or below the established GMP.

Board Member Desmond expressed concern regarding traffic patterns for trucks and that the timing for deliveries do not impact the rental cars. He suggested that a Traffic Management Plan might be beneficial to have in place.

In response to concerns expressed by Board Member West regarding not having solar panels currently in the plan and how additional electrical charging stations for trucks might be addressed, Brendan Reed, Director, Airport Planning & Environmental Affairs, stated that in regard to the Airport Supply Building, staff has been working with the Project Team to ensure there is adequate EV charging stations to accommodate future growth. He also stated that, unlike home energy solar panels, the energy generated by the airport cannot be stored. He stated that the roof will be solar ready.

In response to concern expressed by Board Member West in regard to the traffic congestion in the area as the project moves forward, Dennis Probst, Vice President/CDO, stated that the plan in the ADP allows for a dedicated roadway to be created to alleviate impacts by both construction and terminal traffic.

**RECOMMENDATION:** Adopt Resolution No. 2019-0020, authorizing the President/CEO to negotiate, grant and execute lease agreements with Southwest Airlines, American Airlines, United Airlines, and Delta Airlines for the development and use of space within the newly developed Airline Support Building and associated landside and airside exterior areas to be constructed on the south side of the San Diego International Airport with a length of term not to extend beyond January 1, 2036 and to take all further necessary actions to finalize the lease agreements.

**ACTION:** Moved by Board Member Kersey and seconded by Board Member Schiavoni to approve staff's recommendation. Motion carried by the following votes: YES – Boling, Cox, Desmond, Kersey, Lloyd, Robinson, Schiavoni, Schumacher, West; NO – None; ABSENT – None (Weighted Vote Points: YES – 100; NO – 0; ABSENT – 0).

**15. APPROVE AND AUTHORIZE THE PRESIDENT/CEO TO NEGOTIATE AND EXECUTE A SECOND AMENDMENT TO THE SUNDT CONSTRUCTION, INC., CONTRACT AND A FUTURE GUARANTEED MAXIMUM PRICE AMENDMENT:**

Dennis Probst, Vice President/CDO, provided a presentation on the Second Amendment to the Sundt Construction, Inc. contract and future Guaranteed Maximum Price (GMP) that included Airport Support Facility (ASF) Site Plan, Airline Support Building (ASB), ASF Package – 1 Budget, ASF Amended MCP Budget, ASF Amended Project Budget, and ASF Amended Master Project Schedule.

RECOMMENDATION: Adopt Resolution No. 2019-0021, approving and authorizing the President/CEO to negotiate and execute: (1) a Second Amendment to the Contract with Sundt Construction, Inc., establishing an amended Maximum Contract Price of \$150,103,880 and an amended Master Project Schedule for Packages 1 and 2 of the Airport Support Facilities; and (2) Work Authorizations and a Guaranteed Maximum Price Amendment within the amended Maximum Contract Price for Packages 1 and 2.

**ACTION: Moved by Board Member Cox and seconded by Board Member West to approve the staff's recommendation. Motion carried by the following votes: YES – Boling, Cox, Desmond, Kersey, Lloyd, Robinson, Schiavoni, Schumacher, West; NO – None; ABSENT – None (Weighted Vote Points: YES – 100; NO – 0; ABSENT – 0).**

*The Board recessed at 10:50 a.m. and reconvened 10:56 a.m.*

**CLOSED SESSION:** The Board recessed into Closed Session at 10:56 a.m. to discuss Items 22, 25 and 26.

**16. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**

(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)

Name of Case: San Diego County Regional Airport Authority v. American Car Rental, Inc., San Diego Superior Court Case No. 37-2016-00024056-CL-BC-CTL

**17. CONFERENCE WITH LEGAL COUNSEL-EXISTING LITIGATION:**

(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)

Name of Case: Future DB International, Inc. v. San Diego County Regional Airport Authority, et al.

San Diego Superior Court Case No. 37-2018-00001531-CU-CR-CTL

**18. CONFERENCE WITH LEGAL COUNSEL EXISTING LITIGATION:**

(Paragraph (1) of subdivision (d) of Cal. Gov. Code 54956.9)

Name of Case: Robert Bobbett and Donna Kashani v. San Diego Unified Port District, et al.

San Diego Superior Court Case No. 37-2018-00014667-CU-PO-CTL

- 19. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**  
(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)  
Name of Case: Enterprise Rent-a-Car Co. Of Los Angeles LLC v. San Diego Unified Port District, San Diego Superior Court Case No. 37-2018-00028276-CU-MC-CTL
- 20. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**  
(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)  
Name of Case: Park Assist LLC v. San Diego County Regional Airport Authority, et al.  
United States District Court Case No. 18 CV2068 LAB MDD
- 21. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:**  
(Paragraph (1) of subdivision (d) of Cal. Gov. Code §54956.9)  
Name of Case: Sheila Culbreath v. San Diego County Regional Airport Authority, et al.  
San Diego Superior Court Case No. 37-2018-00036327-CU-PA-CTL
- 22. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION:**  
(Initiation of litigation pursuant to paragraph (4) of subdivision (d) of Cal. Gov. Code §54956.9)  
Number of cases: 2
- 23. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION:**  
(Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Cal. Gov. Code §54956.9)  
Investigative Order No. R9-2012-0009 by the California Regional Water Quality Control Board pertaining to an investigation of bay sediments at the Downtown Anchorage Area in San Diego.  
Number of potential cases: 1
- 24. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION:**  
(Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Cal. Gov. Code §54956.9)  
Navy Boat Channel Environmental Remediation  
Number of potential cases: 1
- 25. 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

**26. 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 11:55 a.m. There was no reportable action.

**GENERAL COUNSEL REPORT:** None.

**BUSINESS AND TRAVEL EXPENSE REIMBURSEMENT REPORTS FOR BOARD MEMBERS, PRESIDENT/CEO, CHIEF AUDITOR AND GENERAL COUNSEL WHEN ATTENDING CONFERENCES, MEETINGS, AND TRAINING AT THE EXPENSE OF THE AUTHORITY:**

**BOARD COMMENT:** None.

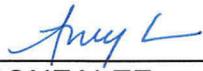
**ADJOURNMENT:** The meeting adjourned at 11:55 a.m.

APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD THIS 14<sup>TH</sup> DAY OF MARCH, 2019.

ATTEST:

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

APPROVED AS TO FORM:

  
\_\_\_\_\_  
AMY GONZALEZ  
GENERAL COUNSEL