

**SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD
MINUTES
THURSDAY, JULY 7, 2022
SAN DIEGO INTERNATIONAL AIRPORT
BOARD ROOM**

CALL TO ORDER: Chair Cabrera called the regular meeting of the San Diego County Regional Airport Authority Board to order at 9:02 a.m. on Thursday, July 7, 2022, at the San Diego International Airport, Administration Building, 3225 North Harbor Drive, San Diego, CA 92101.

ROLL CALL:

PRESENT: Board Members: Blakespear, Cabrera, Casillas Salas, McNamara, Robinson, Schiavoni, Sly, von Wilpert

ABSENT: Board Members: Bedell (Ex-Officio), Dallarda (Ex-Officio), Miller (Ex-Officio), Vargas

ALSO PRESENT: Kimberly J. Becker, President/CEO; Lee Kaminetz, Director, Counsel Services; Tony R. Russell, Director, Board Services/Authority Clerk; Sean Harris, Assistant Authority Clerk II

Board Member Casillas Salas arrived at 9:08 a.m.

Board Member Blakespear arrived at 9:15 a.m.

CLOSED SESSION: The Board recessed into closed session at 9:04 a.m. to hear Items 1-5.

1. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION

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

Name of Case: In re Airport Van Rental, Inc., United States Bankruptcy Court Case No. 2:20-bk-20876-BB

2. CONFERENCE WITH LABOR NEGOTIATORS:

Cal. Gov. Code §54957.6

Agency designated representatives: Monty Bell, Scott Brickner, Angela Shafer-Payne, Rod Betts, Jeff Razor, Lola Barnes, Lee Kaminetz

Employee organization: California Teamsters Local 911

3. PUBLIC EMPLOYEE PERFORMANCE EVALUATION

Cal.Gov.Code §54957

Title: President/CEO

4. PUBLIC EMPLOYEE PERFORMANCE EVALUATION

Cal.Gov.Code §54957

Title: Chief Auditor

5. PUBLIC EMPLOYEE PERFORMANCE EVALUATION

Cal.Gov.Code §54957

Title: General Counsel

REPORT ON CLOSED SESSION: The Board reconvened into Open Session at 10:22 a.m. There was no reportable action.

PRESENTATIONS:

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

- **AUDIT COMMITTEE:** None
- **CAPITAL IMPROVEMENT PROGRAM OVERSIGHT COMMITTEE:** None
- **EXECUTIVE PERSONNEL AND COMPENSATION COMMITTEE:** None
- **FINANCE COMMITTEE:** Board Member Schiavoni reported that The Finance Committee met on June 27, and, at that meeting, the committee reviewed the unaudited financial statements for the eleven months ended May 31, 2022, as well as the Authority's investment report as of May 31, 2022. She also reported that there was an update provided on the authority's revolving credit facility and outstanding balances.

ADVISORY COMMITTEES

- **AUTHORITY ADVISORY COMMITTEE:** None
- **ARTS ADVISORY COMMITTEE:** Board Member Schiavoni reported that the Arts Program will help celebrate PRIDE by featuring a concert on Friday, July 15 and that local performers Sue Palmer and friends will entertain travelers with their "motel swing" music, combining jazz, boogie-woogie and big band. She also reported that a Call for Artist Submissions was released on July 1 for this year's Temporary Exhibition program and that the theme of the exhibition is "A Necessary Departure." She reported that a virtual information session will be held on Thursday, July 14 at 5p.m. She also reported that The Arts Program in collaboration with the Communications department will be highlighting the outgoing Temporary Exhibition artists (*Make Yourself at Home* exhibition) through social media posts, internal newsletter communications, and other content.

LIAISONS

- **CALTRANS:** None.

- **INTER-GOVERNMENTAL AFFAIRS:** Chair Cabrera reported that in Washington, the House Appropriations Committee approved several spending bills to fund the federal government in Fiscal Year 2023, which includes full funding for the Federal Aviation Administration's Airport Improvement Program (AIP) and additional funding for AIP discretionary grants available to all airports. He reported that the House Transportation bill also includes the Airport Authority's Community Project Funding request of \$3.3 million to fund phase one of the installation of the airport ground support equipment electric charging stations at the New Terminal 1. He reported that in Sacramento, the Legislature passed, and the Governor signed, a historic \$300 billion state budget for the 2022-23 Fiscal Year. He reported that the main budget bill, passed on June 15, provides an overall blueprint for state spending for the upcoming fiscal year. He reported that the Authority's Government Relations staff are monitoring budget negotiations and will continue to advocate for additional funding at the state and federal levels. He also reported that Government Relations staff have begun a round of briefings to update elected officials and their staff on the New Terminal 1 project, with emphasis on the parking and vehicle access changes at Terminal 1. He reported that staff have provided briefings to the staff of Senate President Pro Tem Toni Atkins, as well as San Diego City Councilmembers Joe LaCava, Jennifer Campbell, Stephen Whitburn, Raul Campillo, and Chris Cate, and staff in the offices of Councilmembers Monica Montgomery-Steppe and Vivian Moreno. He reported that as part of these updates, the Government Relations team has been working to get elected officials to distribute key information to their constituents about the vehicle access changes at Terminal 1.
- **MILITARY AFFAIRS:** None.
- **PORT:** None.
- **WORLD TRADE CENTER:** None.

BOARD REPRESENTATIVES (EXTERNAL)

- **SANDAG BOARD OF DIRECTORS:** Chair Cabrera reported that the SANDAG Board of Directors met once since the last Board meeting. He reported that during the meeting, the Board of Directors were asked to approve an amendment to the FY 2023 Program Budget accepting \$10.8 million of Surface Transportation Block Grant Program/Coordinated Border Infrastructure funds for the site preparation for the State Route 11 and Otay Mesa East Port of Entry project. He also reported that the Board of Directors approved the submission of the Annual Public Transit Report to the State Legislature, which was recommended by the Transportation Committee. He reported that SANDAG staff also informed the Board that on July 22 they will present an update on the Airport Connectivity and Central Mobility Hub project.

- **SANDAG TRANSPORTATION COMMITTEE:** Board Member Sly reported that the SANDAG Transportation Committee has met twice since the last Board Meeting. He reported that at the first meeting, the Transportation Committee approved the proposed FY 2023 Transit Agency Operating Budgets. He reported that during the second meeting, the Transportation Committee was asked to review the 2022 Specialized Transportation Program Management Plan before submittal to the Federal Transit Administration for approval. He also reported that staff presented draft transportation solution strategies for the South Bay to Sorrento Comprehensive Multimodal Corridor Plan.

CHAIR'S REPORT: Chair Cabrera thanked Airport Authority employees for volunteering to help passengers with navigating the New T1 construction. He congratulated Airport Authority President/CEO Kim Becker for being appointed as chair of the San Diego Tourism Authority Board of Directors. He reported that he and Airport Authority President/CEO Kim Becker presented to the San Diego Regional Chamber of Commerce's Board of Directors on the Airport Authority's plan for the New T1. He also reported that Board Members Sly and von Wilpert, as well as himself, joined President/CEO Kim Becker and other members of the Airport Authority's executive and management teams at the Airport's Council International North America Business of Airports Conference in Phoenix, Arizona in June. He reported that sessions focused on concessions, financial management, workforce planning and new trends in aeronautical and non-aeronautical revenue. He also reported that President/CEO Kim Becker participated in a panel discussion on small business development and that Monty Bell, Director of Talent, Culture, and Capability participated in a panel on workplace innovation and transportation. He also reported that staff also participated in concessions presentations. He reported that the Airport Authority would be joining in the San Diego PRIDE parade with its own contingent.

PRESIDENT/CEO'S REPORT: Kim Becker, President/CEO, reported that today and tomorrow, the last section of the pedestrian bridge will be removed and that all private vehicles that normally go in front of the roadway are being moved to the Ground Transportation Center and the Ground Transportations providers will be moving into the old parking lot. She also reported that the Authority has set up a new crosswalk and volunteers have been helping passengers navigate the new arrangements. She reported that conditions should return to normal by July 9. She also reported that the Authority has set aside 50 three-hour parking spaces for meeters and greeters and those accompanying passengers who need assistance getting to and from the gates. She reported that under the bilateral infrastructure legislation, there was a competitive grant process for terminals and the Authority was awarded \$24 million for the T1 program. She reported that MTS is offering free rides from Terminals 1 and 2 to downtown San Diego destinations on bus route 992 through Labor Day, September 5 and the Airport Authority had an informational table at MTS's community BBQ to talk about the free bus rides and the San Diego Flyer Shuttle from old town.

She reported that under the concessions program, the Revenue Generation and Partnership Team has been conducting multiple information sessions throughout San Diego County on concessions opportunities for the New T1 ahead of the recruitment process that will happen this fall. She also reported that there will be information sessions on July 20 in El Cajon and July 26 in Escondido and there will be Zoom sessions set for July 18 and August 3. She reported that on June 12, the Biden administration dropped the COVID 19 testing requirement for international travelers. She also reported that the passenger numbers for June ended 13% down from 2019 passenger numbers. She reported that Southwest announced it would be adding non-stop service to Colorado Springs this Winter. She also reported that throughout June, passengers experienced delays and cancellations due to staffing shortages and weather conditions throughout the country and that SAN was also affected. She also reported that the airlines cancelled an estimated 270 flights at SAN in June.

NON-AGENDA PUBLIC COMMENT: None.

CONSENT AGENDA (ITEMS 6 - 17):

ACTION: Moved by Board Member Casillas Salas and seconded by Board Member Sly to approve the Consent Agenda. Motion carried by the following votes: YES - Blakespear, Cabrera, Casillas Salas, McNamara, Robinson, Schiavoni, Sly, von Wilpert; NO - None; ABSENT - Vargas, (Weighted Vote Points: YES -92; NO - 0; ABSENT - 8)

6. APPROVAL OF MINUTES:

RECOMMENDATION: Approve the minutes of the April 21, 2022, special Board meeting and the June 2, 2022, Board meeting.

7. 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.

8. AWARDED CONTRACTS, APPROVED CHANGE ORDERS FROM MAY 9, 2022, THROUGH JUNE 12, 2022, AND REAL PROPERTY AGREEMENTS GRANTED AND ACCEPTED FROM MAY 9, 2022, THROUGH JUNE 12, 2022:

RECOMMENDATION: Receive the Report.

9. JULY 2022 LEGISLATIVE REPORT:

RECOMMENDATION: Adopt Resolution No. 2022-0062, approving the July 2022 Legislative Report.

10. ANNUAL REVIEW AND NOTIFICATION OF BOARD MEMBER WEIGHTED VOTE POINT ALLOCATION AS REQUIRED BY SECTION 170014 OF THE CALIFORNIA PUBLIC UTILITIES CODE:

RECOMMENDATION: Adopt Resolution No. 2022-0063, accepting the Board Member Weighted Vote Point Allocation as required by Section 170014 of the California Public Utilities Code.

11. CONSIDERATION OF WHETHER TO CONTINUE VIRTUAL MEETINGS FOR AUTHORITY BOARD AND COMMITTEE MEETINGS PURSUANT TO AB 361:

RECOMMENDATION: Adopt Resolution No. 2022-0064, finding that it is in the best interest of the Authority and the public it serves to continue to hold virtual public meetings of the Board and its Committees because a declared state of emergency is ongoing and continues to directly impact the ability of the Board and its Committees to meet safely in person.

CLAIMS

12. DENY APPLICATION FOR LEAVE TO PRESENT A LATE CLAIM OF MARK PARRISH:

RECOMMENDATION: Adopt Resolution No. 2022-0065 denying the application for leave to present a late claim of Mark Parrish.

COMMITTEE RECOMMENDATIONS

CONTRACTS AND AGREEMENTS

13. APPROVE AND AUTHORIZE THE PRESIDENT/CEO TO EXECUTE AN AGREEMENT WITH WILLIAMS SCOTSMAN, INC., TO PROVIDE THREE (3) TEMPORARY TRAILERS FOR THE NEW AIRPORT SHUTTLE BUS PARKING LOT AT SAN DIEGO INTERNATIONAL AIRPORT:

RECOMMENDATION: Adopt Resolution No. 2022-0066, approving and authorizing the President/CEO to negotiate and execute an agreement with Williams Scotsman, Inc., for three (3) temporary trailers for a term of one (1) year, with no options for extension, in an amount not-to-exceed \$200,000, in support of Project No. 413002, Shuttle Lot Relocation at San Diego International Airport and rescinding Resolution No. 2022-0033.

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

- 14. APPROVE AND AUTHORIZE THE PRESIDENT/CEO TO EXECUTE AN ON-CALL STORM WATER PROGRAM MANAGEMENT SERVICE AGREEMENT WITH WOOD ENVIRONMENT & INFRASTRUCTURE SOLUTIONS, INCORPORATED:**
RECOMMENDATION: Adopt Resolution No. 2022-0067, approving and authorizing the President/CEO to execute an On-Call Storm Water Program Management Service Agreement with Wood Environment & Infrastructure Solutions, 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 \$9,000,000.
- 15. AWARD A CONTRACT TO HHJ CONSTRUCTION, INC., FOR QUIETER HOME PROGRAM PHASE 12, GROUP 1, PROJECT NO. 381201 THIRTY-THREE (33) NON-HISTORIC SINGLE-FAMILY AND MULTI-FAMILY UNITS ON THIRTY (30) RESIDENTIAL PROPERTIES LOCATED EAST AND WEST OF THE SAN DIEGO INTERNATIONAL AIRPORT:**
RECOMMENDATION: Adopt Resolution No. 2022-0068, awarding a contract to HHJ Construction, Inc. in the amount of \$1,530,653.50 for Phase 12, Group 1, Project No. 381201, of the San Diego County Regional Airport Authority's Quieter Home Program.
- 16. AWARD A CONTRACT TO S&L SPECIALTY CONSTRUCTION, INC., FOR QUIETER HOME PROGRAM PHASE 11, GROUP 11, PROJECT NO. 381111 FORTY-SEVEN (47) NON-HISTORIC SINGLE-FAMILY AND MULTI-FAMILY UNITS ON TWENTY-SIX (26) RESIDENTIAL PROPERTIES LOCATED EAST AND WEST OF THE SAN DIEGO INTERNATIONAL AIRPORT:**
RECOMMENDATION: Adopt Resolution No. 2022-0069, awarding a contract to S&L Specialty Construction, Inc., in the amount of \$1,989,173.41 for Phase 11, Group 11, Project No. 381111, of the San Diego County Regional Airport Authority's Quieter Home Program.
- 17. APPROVE AND AUTHORIZE THE PRESIDENT/CEO TO EXECUTE AN ENGINEERING CONSULTING SERVICES AGREEMENT WITH P2S INC:**
RECOMMENDATION: Adopt Resolution No. 2022-0070, approving and authorizing the President/CEO to execute an Engineering Consulting Services Agreement with P2S Inc, in an amount not-to-exceed \$3,500,000, for a term of three (3) years, with the option for two (2) one-year extensions exercisable at the discretion of the President/CEO in support of the Central Utility Plant Optimization and Site Utilities Integration Program, at San Diego International Airport.

PUBLIC HEARINGS:

OLD BUSINESS:

NEW BUSINESS:

18. AUTHORIZE THE PRESIDENT/CEO TO NEGOTIATE AND EXECUTE A CONTRACT FOR AIRPORT SHUTTLE SERVICE:

Marc Nichols, Director, Ground Transportation, provided a presentation that included an Airport Shuttle Service Overview; Scope of Work and Contract Cost Elements; New Agreement Details; RFP Key Dates; and Panel Ranking.

STEVE BURTON, SAN DIEGO, President of Ace Parking, spoke in support of staff's recommendation.

Board Member Schiavoni reported that she had two pre-solicitation meetings with a representative from ACE on April 4, 2022, and April 17, 2022.

RECOMMENDATION: Adopt Resolution No. 2022-0071 authorizing the President/CEO to negotiate and execute a contract for airport shuttle service with Ace Parking Management, Inc. for a term of four (4) years and nine (9) months with two (2) one-year options to extend the term in an amount not to exceed Seventy Million Dollars (\$70,000,000.00).

ACTION: Moved by Board Member Schiavoni and seconded by Board Member Robinson to approve staff's recommendation. Motion carried by the following votes: YES – Blakespear, Cabrera, Casillas Salas, McNamara, Robinson, Schiavoni, Sly, von Wilpert; NO – None; ABSENT – Vargas; (Weighted Vote Points: YES – 92; NO – 0; ABSENT – 8)

19. AUTHORIZE THE PRESIDENT/CEO TO NEGOTIATE AND EXECUTE A CONTRACT FOR RENTAL CAR CENTER BUS SERVICE:

Marc Nichols, Director, Ground Transportation, provided a presentation that included an Airport Rental Car Center Bus Service Overview; Scope of Work and Contract Cost Elements; New Agreement Details; RFP Key Dates; and Panel Ranking.

RICK KREITER, WINNETKA, Managing Director of Transportation for SP Plus Corporation, spoke in support of staff's recommendation.

RECOMMENDATION: Adopt Resolution No. 2022-0072 authorizing the President/CEO to negotiate and execute a contract for Rental Car Center bus service with SP Plus Corporation for a term of four (4) years and nine (9) months with two (2) one-year options to extend the term in an amount not to exceed One Hundred Three Million Dollars (\$103,000,000.00).

ACTION: Moved by Board Member Robinson and seconded by Board Member Schiavoni to approve staff's recommendation. Motion carried by the following votes: YES – Blakespear, Cabrera, Casillas Salas, McNamara, Robinson, Schiavoni, Sly, von Wilpert; NO – None; ABSENT – Vargas; (Weighted Vote Points: YES – 92; NO – 0; ABSENT – 8)

20. PUBLIC EMPLOYEE COMPENSATION: DISCUSSION AND POSSIBLE ACTION CONCERNING THE COMPENSATION OF THE PRESIDENT/CEO:

RECOMMENDATION: The Board will be discussing and possibly taking action regarding the employment contract of the President/CEO.

ACTION: Moved by Board Member Robinson and seconded by Board Member Casillas Salas to approve an increase in the President/CEO's salary to an annual salary of \$415,000, retroactive to July 1, 2022, and a discretionary bonus of \$30,000. Motion carried by the following votes: YES – Blakespear, Cabrera, Casillas Salas, McNamara, Robinson, Schiavoni, Sly, von Wilpert; NO – None; ABSENT – Vargas; (Weighted Vote Points: YES – 92; NO – 0; ABSENT – 8)

21. PUBLIC EMPLOYEE COMPENSATION: DISCUSSION AND POSSIBLE ACTION CONCERNING THE COMPENSATION OF THE CHIEF AUDITOR:

RECOMMENDATION: The Board will be discussing and possibly taking action regarding the employment contract of the Chief Auditor.

ACTION: Moved by Board Member Robinson and seconded by Board Member von Wilpert to approve an increase in the Chief Auditor's salary to an annual salary of \$216,000, retroactive to July 1, 2022, and to waive the discretionary bonus cap of 10% and approve a discretionary bonus of \$30,000. Motion carried by the following votes: YES – Blakespear, Cabrera, Casillas Salas, McNamara, Robinson, Schiavoni, Sly, von Wilpert; NO – None; ABSENT – Vargas; (Weighted Vote Points: YES – 92; NO – 0; ABSENT – 8)

22. PUBLIC EMPLOYEE COMPENSATION: DISCUSSION AND POSSIBLE ACTION CONCERNING THE COMPENSATION OF THE GENERAL COUNSEL:

RECOMMENDATION: The Board will be discussing and possibly taking action regarding the employment contract of the General Counsel.

ACTION: Moved by Board Member Robinson and seconded by Board Member Casillas Salas to approve an increase in the General Counsel's salary to an annual salary of \$351,000, retroactive to July 1, 2022, and a discretionary bonus of a \$30,000. Motion carried by the following votes: YES – Blakespear, Cabrera, Casillas Salas, McNamara, Robinson, Schiavoni, Sly, von Wilpert; NO – None; ABSENT – Vargas; (Weighted Vote Points: YES – 92; NO – 0; ABSENT – 8)

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 was adjourned at 11:11 a.m.

APPROVED BY A MOTION OF THE SAN DIEGO COUNTY REGIONAL AIRPORT AUTHORITY BOARD THIS 1st DAY OF SEPTEMBER 2022.

ATTEST:



TONY R. RUSSELL
DIRECTOR, BOARD SERVICES /
AUTHORITY CLERK

APPROVED AS TO FORM:



AMY GÓNZALEZ
GENERAL COUNSEL