

Aviation Committee Summary Monday, September 27, 2004

The Aviation Committee was called to order at 12:05pm with Commissioners Katzoff, Ayers-Johnson and Protopappas substituting for Commissioner Kiang in attendance as well as appropriate staff. The following items were covered.

1. **Airport Concession Program** - Following the Committee's direction from the August Committee meeting, staff is recommending the retention of a consultant to assist in the development of a new concession program, the first in 20 years at the Airport. The consultant, Leigh Fisher and Associates, will assist staff in developing terms and conditions for the request for proposal process, recommendations as to any new concession policies and will also assist in the outreach program to local and national firms. Leigh Fisher's staff is a national leader in this area and is the only such firm based in the Bay Area. Staff will review the RFP process with the Committee at the next meeting and bring back the RFP terms and conditions at the November 22 meeting. This appears as item A-9 on today's agenda.

2. **TEX Update** - Staff reviewed the current activities on the Terminal 2 Renovation and Expansion Project. During September night pile driving work was completed in the area between Terminals 1 and 2. Some complaints were received from area residents and it was stated that no more night pile driving is planned for this project. Southwest Airlines has completed construction of their new provisioning building and demolition of the existing structure will commence shortly. At the second Board meeting in October staff will be requesting to modify the prime builder's contract by transferring a utility corridor project from the garage to the terminal project. Due to the re-evaluation of the garage project, it is necessary to build

the utility corridor as part of the Terminal 2 Renovation project so that it is constructed in time to serve the terminal. Staff did review the current status of the garage project and all parties are working together to understand what the next steps should be in light of the new cost information which makes the original 7 floor garage seemingly unaffordable. Another step staff has recommended is to break out from the garage project the curbside and roadway improvements that are necessary to the functioning of the terminal complex. A separate Guaranteed Maximum Price will be sought from Turner for this work. The Committee concurred with this approach.

- 3. Review of October Board Reports** - In addition to the two items mentioned above the Commission reviewed all Board agenda items scheduled for the two October Board meetings. These items included an agreement to extend the contract for fueling services at the Airport which will generate additional cash flow this year and next. Also discussed was the award of a contract to construct the In-line Explosive Detection System in terminal 2 which came in under budget and the construction of a canopy at Terminal 1 so that airline baggage operations can be conducted under cover. The Committee requested that staff work with the national baggage handling companies to see if more local involvement can be achieved. While there are no local firms in the Port's data base that do this work, SRD and Aviation staff will work to ensure that any local firms capable of doing such work are put in contact with the airlines and the national firms that are hired by the airlines. The Committee recommended all items for approval with Commissioner Protopappas abstaining on item A-11.

Open Forum was held with two public speakers and at 12:35pm the Committee went into closed session. The Committee reconvened in open session at 1:36 pm and began the portion of the meeting devoted to the San Leandro Noise Committee. In

attendance from San Leandro were two City Council members and the City Manager. The Committee discussed with the San Leandro representatives the 7 items submitted by San Leandro. The Committee will consider establishing one meeting a year at an alternate time that would allow more members of the public to attend. A number of status reports were also given with most concerning on-going noise abatement efforts. Tony Santos thanked the Committee for the renewed spirit of cooperation between the Port and San Leandro. The meeting was then adjourned at 2:20 pm.

The next meeting of the Aviation Committee is scheduled for October 25.