

MINUTES OF THE SPECIAL MEETING OF THE MONTEREY PENINSULA AIRPORT DISTRICT BOARD OF DIRECTORS

June 3, 2022 – 9:00 AM

NOTICE REGARDING A RETURN TO IN-PERSON PUBLIC PARTICIPATION AT MONTEREY PENINSULA AIRPORT DISTRICT BOARD MEETINGS

Due to the expiration of certain directives contained in the Governor's Declaration of Emergency for the State of California (Executive Order N-29-20), the Board of Directors of the Monterey Peninsula Airport District will return to hold meetings at the Airport Board Room, with in-person attendance.

Due to recent increase in the transmission of the Omicron variant of the Coronavirus, and, as a result of the directives issued by the State of California and the Monterey County Public Health Officer intended to prevent the transmission of the coronavirus, the Airport may utilize the procedures outlined in AB361 to utilize alternative measures related to the conduct of remote meetings and remote comments by members of the public.

Should the Board implement the measures outlined in AB 361, members of the public may participate in the Board meeting via Zoom video conference. Please visit www.zoom.us/join and enter the following Meeting ID: **836 8100 0158**. If you do not have access to the internet, you may also participate telephonically by calling (253) 215-8782 and entering the same Meeting ID. Members of the public who wish to provide comment on an item on the agenda may do so during the meeting prior to the item being considered by the Board, as outlined below.

REMOTE PUBLIC COMMENTS

To make a public comment, the following options are available:

1. Before the Meeting via Email: Written comments can be emailed to info@montereyairport.com. Include the following subject line: "Public Comment Item # (insert the agenda item number relevant to your comment)." Written comments should be received by 8:00 AM on the day of the meeting. All submitted comments will be provided to the Board for consideration and will be compiled as part of the record.
2. During the Meeting via Oral Comments: When the Chair calls for public comment, attendees can queue to speak with the "Raise Hand" feature. On the Zoom application, click the "Raise Hand" button. On the phone, press *9. The Secretary to the Board will call speaker names and unmute speaker microphones. You will have up to 3 minutes to provide your oral comments, pursuant to Board policy.

Public comments may also be made in person. Members of the public may attend the Board Meeting in person and request to speak to the Board when the Chair calls for public comment.

A. CALL TO ORDER/ROLL CALL

Chair Miller called to order the Special Meeting of the Monterey Peninsula Airport District Board of Directors at 9:05 AM. Directors Leffel, Sabo, and Pick were present. Director Pick attended via Zoom videoconference. Director Sawhney was absent. The following staff were present: Executive Director La Pier, District Counsel Huber, Acting District Secretary Adams, Deputy Executive Director Bergholz, and Deputy Director Morello. District Counsel Huber attended by Zoom videoconference.

B. PLEDGE OF ALLEGIANCE

Executive Director La Pier led the Pledge of Allegiance.

C. COMMUNICATIONS/ANNOUNCEMENTS/INFORMATIONAL ITEMS

Director Sabo stated he read Hawaiian Airlines just ordered 200 all-electric sea glider aircrafts being tested for coastal travel.

There was no Public Comment.

D. REGULAR AGENDA - ACTION ITEMS

Approve 1. Request to Attend AAAE Annual Conference, June 5 – 8, 2022 in Seattle, WA

Executive Director La Pier stated Director Sawhney is absent, but he understands she has changed her mind about requesting approval to attend this conference. He stated this item could be tabled.

Approve 2. Staff Recommendation Regarding Advance Payment to California Public Employees Retirement System (CalPERS)

Executive Director La Pier stated there is a deadline for advance payments to CalPERS to have them reduce the annual payment calculations. He referred to the presentation given by Sarah Hollenbeck and Jaime Trejo during the May 18, 2022 Regular Board meeting and asked Ms. Hollenbeck, who was participating by video conference, to give Director Pick a summary of the options for addressing our UAL.

Ms. Hollenbeck reviewed the slides in the PFM presentation that showed four options and explained the benefits and drawbacks of each. Ms. Hollenbeck stated the interest rates have risen since the initial analysis so POB's are not recommended at this time.

Executive Director La Pier proposed to use the CARES Act Grant to make a onetime \$4 million dollar payment to CalPERS prior to this year's deadline and continue to talk about the go forward plan. The proposal in the budget is \$1.1 million in annual payments which may go down.

Director Pick asked if there were alternative uses for the \$4 million. Deputy Director Morello gave a history of the use of funds and possible future uses of funds. She stated CARES is not AIP and so it cannot be used for the new terminal building.

Director Pick moved to approve option 1.a on slide 13. Director Leffel seconded with the stipulation the motion is amended to approve the \$4 million one-time payment to UAL from the CARES Act funds and not attach the wording to the presentation slide. Director Pick agreed to that amendment. Director Sabo stated he opposed this motion and asked why we are drawing down liquidity when we have a large project on the horizon. Ms. Hollenbeck stated the rationale from Staff is a balance between a liability paydown and liquidity. She further stated that grant funding is not considered in liquidity calculations.

Directors discussed the return on this payment.

The motion passed by a roll call vote of 3-1 with Director Sabo voting no and Director Sawhney absent.

Review 3. FY 23 Operating Budget

Executive Director La Pier reviewed the new staff positions in the budget and discussed marketing and social media plans. He reviewed the need for each position relative to increased enplanements and the workload associated with the SEP projects. Director Leffel asked questions about the Social Media Specialist position. Directors discussed the additional headcount. Chair Miller pointed out the FY 23 Budget projects a surplus of \$1.1 million with the expense of the new positions. Director Sabo favored being more conservative in this uncertain economic climate.

Directors discussed the rates and charges methodology brought up by Landrum & Brown during the SEP Workshop.

E. ADJOURNMENT

The meeting adjourned at 10:42 AM.

Approved at the
Meeting of June 15, 2022


Carl M. Miller, Chair

ATTEST



Michael La Pier, AAE
District Secretary