

**MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
A.B. WON PAT INTERNATIONAL AIRPORT AUTHORITY, GUAM
Thursday, February 28, 2019, 3:00 p.m.
GIAA TERMINAL CONFERENCE ROOM #3**

1. CALL TO ORDER AND ATTENDANCE

The February 28, 2019 regular meeting of the Board of Directors of the A.B. Won Pat International Airport Authority, Guam ("GIAA" or the "Authority") was called to order by Chairman Duenas at 3:01 p.m. at the GIAA Terminal Conference Room #3, 355 Chalan Pasaheru, Tamuning, Guam, 96913.

Directors Present:

Ricardo C. Duenas
Gurvinder Sobti
Rosalinda A. Tolan
Deedee S. Camacho

Offices or positions:

Chairman
Board Secretary

Directors Absent:

Lucy M. Alcorn

GIAA Officials:

Thomas C. Ada
John A. Rios
Jean M. Arriola
Raymond Mantanona
Antonio Taitingfong
Edward Muna
Joseph Javellana
Rolenda Faasuumalie

Executive Manager
Comptroller
Airport Services Manager
Chief, GIAA ARFF
Acting Chief, Airport Police
Operations Superintendent
Program Coordinator IV
GIAA Marketing

Janalynn C. Damian, Esq.
Todd Thompson, Esq.
Frank R. Santos

GIAA Legal Counsel
GIAA Counsel
GIAA Consultant

Chairman Duenas welcomed Airport tenants, stakeholders, and members of the public who are noted in a sign-in sheet attached to these minutes.

2. APPROVAL OF AGENDA

Motion to approve the agenda as presented duly made by Director Tolan, seconded by Director Camacho; motion unanimously passed.

3. APPROVAL OF MINUTES

A. January 31, 2019 Regular Meeting

On motion duly made by Director Camacho, seconded by Director Sobti, the following resolution was unanimously passed:

Resolution No. 19-25

The Board hereby approves the minutes of the January 31, 2019 regular meeting, subject to corrections.

4. CORRESPONDENCE

Executive Manager Ada announced there was no Correspondence.

5. OLD BUSINESS

A. Status Updates of Capital Improvement Projects ("CIP")

Executive Manager Ada announced that the Status Updates of Capital Improvement Projects will be covered during the Executive Manager's report.

6. NEW BUSINESS

A. Approval of Board Resolution No. 19-26: Agreement for Legal Services

The first item discussed was the extension of the Agreement for Legal Services with Calvo Fisher & Jacob LLP. The extension would be the third of four options to extend. The additional one (1) year period will commence on March 23, 2019 and expire on March 22, 2020.

After further discussion, on motion duly made by Director Sobti, seconded by Director Camacho, the following resolution was unanimously approved:

Resolution No. 19-26

WHEREAS, an Agreement for Legal Services was made on March 23, 2015, by and between the ANTONIO B. WON PAT INTERNATIONAL AIRPORT AUTHORITY, GUAM ("GIAA") and Calvo Fisher & Jacob LLP ("CFJ") (the "CFJ Agreement"); and

WHEREAS, the CFJ Agreement provides for a term of one year commencing on March 23, 2015, with four (4) options to extend for a period of one (1) year each, not to exceed a total contract period of five (5) years with GIAA approval; and

WHEREAS, on April 18, 2016 by Resolution No. 16-34, the Board of Directors approved the extension of the CFJ Agreement for an additional one year period (1st Option) commencing on March 23, 2016 and expiring on March 22, 2017, under the same terms and conditions as set forth in the CFJ Agreement; and

WHEREAS, on February 23, 2017 by Resolution No. 17-22, the Board of Directors approved the extension of the CFJ Agreement for an additional one year period (2nd Option) commencing on March 23, 2017 and expiring on March 22, 2018, under the same terms and conditions as set forth in the CFJ Agreement; and

WHEREAS, on February 22, 2018 by Resolution No. 18-20, the Board of Directors approved the extension of the CFJ Agreement for an additional one year period (3rd Option) commencing on March 23, 2018 and expiring on March 22, 2019, under the same terms and conditions as set forth in the CFJ Agreement; and

WHEREAS, the Board of Directors has determined that GIAA continues to require the services of CFJ and that it is in the best interests of GIAA to extend the term of the CFJ Agreement for an additional one (1) year period commencing on March 23, 2019, and expiring on March 22, 2020, under the same terms and conditions as set forth in the CFJ Agreement.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of GIAA hereby extends the term of the CFJ Agreement for an additional one (1) year period commencing on March 23, 2019, under the same terms and conditions as set forth in the CFJ Agreement.

B. Procedures - Board Member Attendance via Video Teleconference ("VTC")

The second item discussed was Board member attendance via VTC. Executive Manager Ada informed the Board that legislation had passed that allows Board members to participate in Board meetings via VTC, and allows a quorum to be established by participation via VTC. The law requires the Board to develop rules and regulations on the use of VTC. Management presented proposed Policies and Procedures for Board Member Attendance at Board Meeting via Video Teleconference for the Board's approval, which was included as part of the Board's packet. Legal counsel, Janalynn Damian, added that the procedures set basic parameters for the technology that GIAA may procure, and went over the proposed policies and procedures. Brief discussion followed.

After further discussion, on motion duly made by Director Tolan, seconded by Director Sobti, the following resolution was unanimously approved:

Resolution No. 19-27

The Board hereby adopts the policies and procedures for Board Member Attendance via Video Teleconference (VTC), as presented.

7. REPORT OF THE EXECUTIVE MANAGER

Reference is made to the Executive Manager's Report included as part of the Board's packet, which was presented by Executive Manager Ada.

Executive Manager Ada informed the Board that a number of critical change orders for ongoing CIP projects were executed and he is seeking Board ratification:

- Change Order 5 (\$1.95M): Two (2) Travelators/Moving Walkways for the International Arrivals Corridor.
- Change Order 6.0 (\$490K): Demolition in preparation for construction of added TSA Security Lanes.
- Pending finalization of documents for Change Order 6.1 (\$3.21M): Construction of two (2) new TSA security inspection lanes and optimization of existing five (5) lanes.

Discussion was held on the request. Chairman Duenas inquired whether Board approval was necessary for the change orders. Discussion followed regarding the cap on the Executive Manager's authorization, which was set by a prior Board at \$100K. Chairman Duenas noted that it would be prudent to ratify.

Comptroller John Rios confirmed that funds are available for the three (3) Change Orders. The Comptroller briefed the Board on where the funds are coming from.

After further discussion, on motion duly made by Director Camacho, seconded by Director Sobti, the following resolution was unanimously approved:

Resolution No. 19-28

The Board hereby ratifies the following change orders for the Terminal Building Structural Upgrade and Concourse Isolation Construction Project:

- Change Order No. 5 for Two (2) Travelators/Moving Walkways, in the amount of \$1.95M; and
- Change Order No. 6.0 for the demolition in preparation for construction of added TSA Security lanes, in the amount of \$490K.

Further, the Board hereby approves:

- Change Order No. 6.1, as presented, for the construction of two (2) new TSA security inspection lanes and optimization of the existing five (5) lanes, in the total amount of \$3.21M, subject to negotiation and completion of the change order documents.

Executive Manager Ada then updated the Board on the Capital Improvement Projects that are in progress.

- Aircraft Rescue Firefighting Facility – Anticipated Notice to Proceed - April 2, 2019
- Federal Grants – FAA satisfied with progress of projects; additional funding expected for 2020/2021
- Terminal Building Structural Upgrade: at 30% with an additional nine months

Executive Manager Ada then briefed the Board on Legislative issues with regard to the refunding of the Series 2013 bonds. Bond counsel is reviewing draft legislation authorizing the refunding, which is anticipated to be introduced in the next few weeks. It is anticipated that through a refunding GIAA will realize \$12M up front through restructuring.

8. REPORT OF THE COMPTROLLER

Mr. John Rios reported on the revenues and expenses of the Authority as of **January 31, 2019**. Mr. Rios reported that year-to-date Total Signatory Revenues are below budgeted revenues by **-3.9%**, year-to-date Total Concession Revenues and Passenger Facility Charges are below budget by **-8.5%** and **-7.2%**, respectively. Year-to-date Total Other Revenues, inclusive of non-signatory and non-airline revenues are below the budget estimate by **-6.9%**. Year-to-date Total Operating Revenues Actual of **\$25.5M** is **-6.0%** below the budget estimate of **\$27.2M**. Year-to-date Total Operating Expenses are below budget by **-17.6%**. Components of this line item include a **-22.3%** decrease in Personnel Service, a **-7.4%** decrease in Contractual Services, a **-77.2%** decrease in Materials & Supplies and a **0.0%** decrease in Equipment/Furnishings from budgeted amounts for these respective categories. The actual year-to-date Net Revenues from Operations of **\$11.3M** reflects an increase of **14.5%** over the year-to-date budgeted amount of **\$9.8M**. Mr. Rios reported that the year-to-date Debt Service Coverage is at **1.58** versus the requirement of **1.25**.

Before moving on to Executive Session, Chairman Duenas announced that he has submitted his resignation to Governor Leon Guerrero, effective March 1, 2019, in anticipation of the appointments made recently. In light of former Vice Chairperson Kathy Sgro's earlier resignation, Chairman Duenas suggested that a Chairman be elected for the interim period until such time that the new appointees are on confirmed. Chairman Duenas called for nominations for Chairman of the Board.

Director Tolan also announced her intention to resign. For the purpose of ensuring a quorum, Chairman Duenas asked that she hold off until the end of March.

Director Camacho announced that she would like to nominate Director Sobti to the position of Chairman.

Executive Manager Ada added that the next Legislative Session is scheduled for the week of March 25, 2019, therefore that would be the earliest that the newly confirmed Board members can act. Executive Manager Ada expressed the importance of the Board maintaining a quorum and urged the current Board members to remain in place until the new appointees come aboard.

After further discussion, on motion duly made by Director Camacho, seconded by Director Tolan, the following resolution was unanimously approved:

Resolution No. 19-29

The Board hereby approves the nomination of and elects Director Sobti to the position of Chairman of the Board for the interim period until such time that the newlyconstituted Board of Directors decides to elect a new Chairman.

9. EXECUTIVE SESSION

The next item on the agenda was Executive Session.

Upon written recommendation of counsel, on motion duly made by Director Tolan, seconded by Director Sobti, and unanimously approved, the Board recessed to convene into Executive Session at 3:39 p.m.

The Board convened into Executive Session at 3:43 p.m.to discuss pending or threatened litigation to which GIAA is or may be a party. Attending Executive Session were Directors Duenas, Sobti, Tolan and Camacho, Executive Manager Ada,and Legal Counsels, Janalynn Damian and Todd Thompson. Also present was the court reporter who will prepare a transcript of the Executive session.

Executive Session adjourned at 3:59 p.m., at which time the Board reconvened regular session at 4:01 p.m.

Legal Counsel announced there was a request for Board action on the Terlaje lawsuit discussed during Executive Session.

After further discussion, on motion duly made by Director Camacho seconded by Director Tolan, the following resolution was unanimously approved:

Resolution No. 19-30

The Board hereby approves GIAA's participation in the judicial settlement conference in the District Court of Guam relative to the Terlaje lawsuit.

Attorney Damian then requested that the Board approve payment of Calvo Fisher & Jacob legal fees above the monthly cap for December 2018 in the amount of \$3,200.00, and for legal fees for general legal matters above the monthly cap for January 2019 in the amount of \$45,792.00.

Chairman Duenas inquired if any of the invoices are subject to reimbursement by Lotte Duty Free. Attorney Damian informed the Board that the fees related to work performed on non-specialty retail matters such as the DFS Arbitration matter and the Terlaje lawsuit, before the matter was handed over to Attorney Thompson..

Director Camacho asked if the invoices were reviewed by the Comptroller. The Comptroller replied that he would review the invoices.

After further discussion, on motion duly made by Director Sobti seconded by Director Camacho, the following resolution was unanimously approved:

Resolution No. 19-31

The Board hereby authorizes payment to Calvo Fisher & Jacob LLP for additional legal fees in excess of the monthly cap for December 2018 in the amount of \$3,200.00, and for legal fees for general matters in excess of the monthly cap for January 2019 in the amount of \$45,792.00, subject to certification of availability of funds by the Comptroller.

10. PUBLIC COMMENTS

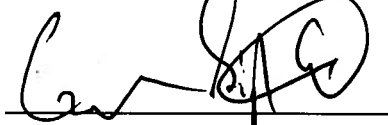
There were no Public Comments.

Chairman Duenas expressed his pleasure and honor working with the GIAA Board and Management during his time on the Board. He noted that GIAA truly is the "Department of the Decade". Chairman Duenas added that he has learned a lot about the Airport, about Guam, and about the spirit of the Government of Guam worker.

11. ADJOURNMENT

Motion to adjourn duly made by Director Tolan, seconded by Director Camacho; motion unanimously passed. The meeting was adjourned at 4:44p.m.

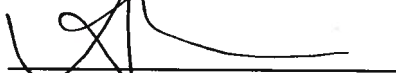
Dated this 30th day of April, 2019.


Gurvinder Sobti
Acting Chairman

Attest:


Lucy M. Alcorn
Board Director

Prepared and Submitted By:

A handwritten signature in black ink, appearing to be 'Amanda O'Brien-Rios', written over a horizontal line.

Amanda O'Brien-Rios

Corresponding Secretary

**ANTONIO B. WON PAT INTERNATIONAL AIRPORT AUTHORITY, GUAM
BOARD OF DIRECTORS RESOLUTION NO. 19-26**

**RELATIVE TO THE
EXTENSION OF THE AGREEMENT FOR LEGAL SERVICES
WITH CALVO FISHER & JACOB LLP**

WHEREAS, an Agreement for Legal Services was made on March 23, 2015, by and between the ANTONIO B. WON PAT INTERNATIONAL AIRPORT AUTHORITY, GUAM ("GIAA") and Calvo Fisher & Jacob LLP ("CFJ") (the "CFJ Agreement"); and

WHEREAS, the CFJ Agreement provides for a term of one year commencing on March 23, 2015, with four (4) options to extend for a period of one (1) year each, not to exceed a total contract period of five (5) years with GIAA approval; and

WHEREAS, on April 18, 2016 by Resolution No. 16-34, the Board of Directors approved the extension of the CFJ Agreement for an additional one year period (1st Option) commencing on March 23, 2016 and expiring on March 22, 2017, under the same terms and conditions as set forth in the CFJ Agreement; and

WHEREAS, on February 23, 2017 by Resolution No. 17-22, the Board of Directors approved the extension of the CFJ Agreement for an additional one year period (2nd Option) commencing on March 23, 2017 and expiring on March 22, 2018, under the same terms and conditions as set forth in the CFJ Agreement; and

WHEREAS, on February 22, 2018 by Resolution No. 18-20, the Board of Directors approved the extension of the CFJ Agreement for an additional one year period (3rd Option) commencing on March 23, 2018 and expiring on March 22, 2019, under the same terms and conditions as set forth in the CFJ Agreement; and

WHEREAS, the Board of Directors has determined that GIAA continues to require the services of CFJ and that it is in the best interests of GIAA to extend the term of the CFJ Agreement for an additional one (1) year period commencing on March 23, 2019, and expiring on March 22, 2020, under the same terms and conditions as set forth in the CFJ Agreement.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of GIAA hereby extends the term of the CFJ Agreement for an additional one (1) year period commencing on March 23, 2019, under the same terms and conditions as set forth in the CFJ Agreement.

DULY AND REGULARLY ADOPTED BY THE BOARD OF DIRECTORS OF THE ANTONIO B. WON PAT INTERNATIONAL AIRPORT AUTHORITY, GUAM AT THE FEBRUARY 28, 2019 REGULAR BOARD MEETING.

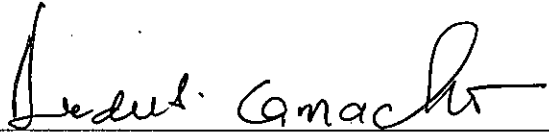


RICARDO C. DUENAS, Chairman



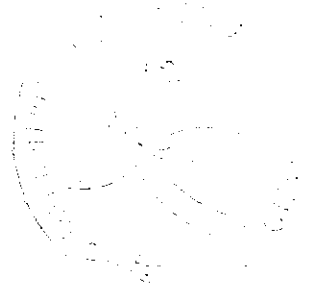
GURVINDER SOLT


ROSALINDA A. TOLAN


DEEDEE S. CAMACHO

ATTEST:


GURVINDER SOTI, Board Secretary



BOARD OF DIRECTORS REGULAR MEETING

3:00 p.m., Thursday, February 28, 2019

GIAA TERMINAL CONFERENCE ROOM #3

Public Notice

First Notice:

Guam Daily Post – February 21, 2019

Notice to Media – February 21, 2019

Second Notice:

Guam Daily Post – February 26, 2019

Notice to Media – February 26, 2019

AGENDA

1. Call to Order and Attendance
2. Approval of Agenda
3. Approval of Minutes
 - A. January 31, 2019 Regular Meeting
4. Correspondence
5. Old Business
 - A. Status Updates of Capital Improvement Projects
6. New Business
 - A. Approval of Board Resolution No. 19-26: Agreement for Legal Services
 - B. Procedures - Board Member Attendance via Video Teleconference (VTC)
7. Report of Executive Manager
8. Report of the Comptroller
9. Executive Session
10. Public Comments
11. Adjournment



A.B. WON PAT INTERNATIONAL AIRPORT AUTHORITY, GUAM

Board of Directors Regular Meeting

3:00 p.m., Thursday, February 28, 2019

GIAA Terminal Conference Room #3

SIGN-IN SHEET

	<u>PRINT NAME</u>	<u>COMPANY/AGENCY</u>
1.	Antonio Taitinglong	GIAA
2.	R. Fugasmanile	Col AA
3.	J. G. Javellana	CIAA
4.	Rogert Mantasua	GIAA/ARFF
5.	JEN PERIOYA	GIAA
6.	ED MUMM	GIAA
7.	Todd Thompson outside	Legal counsel
8.	FRANK SANTOS	TNG
9.	ANTONIO LALLIOG JR	GIAA
10.		
11.		
12.		
13.		
14.		
15.		
16.		
17.		
18.		
19.		
20.		

RESPICIO continued from page 1

attorney with the firm, is the principal owner of YTK.

The email exchanges between Respicio and attorney Rodney Jacob reveal that a mediator was chosen, a mediation protocol had been drawn up and reviewed, and the first mediation session was scheduled the day before the Port Authority met and first learned of Respicio's intentions to mediate.

In his emails, Respicio noted that what he had agreed to was "subject to the approval of the board."

Phillips learned of the email exchange when he was copied in one of the emails from Jacob.

In his emails to Respicio, Phillips cautioned him against proceeding with any mediation effort prior to the board's review and approval.

Phillips highlighted the risk to the \$70 million in bond debt taken on by the Port Authority in 2018. "We made

representations and commitments on behalf of PAG as part of the recent bond issuance," Phillips wrote.

"I advise that we take the time necessary to review what is legally allowed ... and that we properly notify all concerned stakeholders" to ensure the Port Authority complies with its recent bond issuance, Phillips wrote.

Despite the legal counsel's concerns, Respicio wrote to Phillips on Feb. 9, "We will still proceed with the mediation on Monday."

Respicio wrote that the purpose of the Monday mediation session was only "to determine if there was a possibility of settling." He wrote that any settlement agreement would be subject to approval by the Port Authority board, Legislature and governor with clearances from the Maritime Administration, bond counsel and Public Utilities Commission.

"An agreement to mediate without first obtaining board approval

conflicts with Guam law," Phillips responded on Monday, the day of the scheduled mediation.

"OK," Respicio responded that morning. "We will first seek board approval tomorrow. I'm canceling today's mediation."

Phillips declined to comment on his emails to Respicio.

"Obviously, Rory and Champ were further along than they were willing to acknowledge," former PAG General Manager Joanne Brown said when contacted for comment.

She called the email exchange crucial. "In spite of counsel advising him, (Respicio) intended to go to that meeting with or without counsel," she said. "I think a lot of misrepresentations have happened."

"I think (Respicio) should resign," Brown said. "Either resign or be removed."

"We have a rogue general manager," Ken Leon-Guerrero, of Citizens for Public Accountability, said during

a public hearing Wednesday at the Guam Congress Building. He sent a letter last week to PAG board Chairman Frank Santos calling for Respicio's termination. He reiterated that position Wednesday.

"He lied to the board and therefore lied to the people about his actions, as proven in today's issue of the Post," Leon-Guerrero said.

He testified at a confirmation hearing for Isa Marie Koki, who has been nominated by Gov. Lou Leon Guerrero to the PAG board. Koki will replace current PAG board member Oscar Calvo, whose term expired Dec. 31, 2018. He is allowed to remain on the board for 90 days, or until replaced.

Oscar Calvo also told the Post that Respicio should resign. "It's politics at the end of the day," he said. "It's political favors for whatever promises they made."

The Office of the Governor did not respond to a request for comment as of press time.

WALL FUNDING continued from page 1

Nicolas announced in a press release Wednesday morning that he "has received information indicating (that) Trump's emergency declaration would negatively impact the Guam military

buildup in a substantial way."

Trump declared on Friday that a national emergency exists on the border with Mexico, which allows him to access billions of dollars that Congress refused to give him to build his border wall.

The Washington Post reported on Monday that 16 states joined together to file a lawsuit against the emergency declaration. The declaration allows funds to be diverted from spending programs already approved and allocated by Congress.

About \$2.5 billion would be pulled from the military's drug interdiction program; \$600 million would be taken out of the Department of the Treasury's drug forfeiture fund; and the largest amount, \$3.6 billion, would be siphoned

out of the DOD construction budget, including \$749 million in Guam buildup funding.

That amount represents more than 10 percent of the U.S. commitment to realign forces to Guam from Okinawa, San Nicolas said.

"Diversion of these funds will certainly set back the military buildup once again and could further jeopardize it altogether as it represents a softening of the commitment," San Nicolas stated.

GAS MASK continued from page 1

Allen James Roberto, 32, Brandon Rufus Chandler, 30, and Daniel Suk DeGracia, 30, at the game room.

Court documents filed by the prosecution state Roberto kept his hands inside his pockets after police had asked him to show his hands. Meanwhile, Chandler had a black metal baton sticking out of his pocket, court documents state.

Officers conducted a pat-down of the men and allegedly discovered Roberto in possession of a plastic straw containing a white, powdery substance and a black case containing 16 green pills. Court documents state Roberto initially said he had a prescription for the pills, which he said were Xanax. He later allegedly admitted that he received them from Balanon.

Roberto allegedly told police he crushed the pills and inhaled the

powder through his nose. Alprazolam, sold as trade names including Xanax, is listed as a Schedule IV controlled substance.

Police allegedly found a prescription bottle in Chandler's pocket that contained 18 Xanax pills, but the prescription was under someone else's name. When officers searched DeGracia's pocket, they found a plastic straw with a white powdery substance believed to be crushed Xanax, court document state.

Balanon was allegedly found in possession of a multitool black pouch containing a glass pipe with methamphetamine residue.

Roberto, Chandler and DeGracia were charged with possession of a Schedule IV controlled substance as a third-degree felony; Balanon was arrested and charged with possession of a Schedule II controlled substance.

(Daily Post Staff)

STORM continued from page 1

ensuring everyone is aware of their assignments," he said.

Mayors' Council of Guam Executive Director Angel Sablan said he also was notified of the request to prepare school shelters in anticipation of Wutip. Mayors typically assist with some level of trans-

portation from their office to shelters in or near their villages.

And while GDOE is initially responsible for the operation of shelters at the school sites, secondary shelters for residents whose homes are damaged by the storm are managed by mayors in their respective village gyms or community centers.



**The Honorable
Lourdes A. Leon Guerrero**
Governor




**The Honorable
Joshua F. Tenorio**
Lt. Governor


PUBLIC NOTICE

The Board of Directors of the A.B. Won Pat International Airport Authority, Guam (GIAA) will convene its Regular Board meeting on Thursday, February 28, 2019 at 3:00 p.m. in Terminal Conference Room No. 3. In addition to regular matters, pursuant to 5 G.C.A. §8111(c)(2), Executive Session will be held to discuss pending litigation to which GIAA is a party. Parking is available in the Public Parking Lot.


For special accommodations or agenda items, please call the Board Office at 642-4717/18.
(This ad paid for by GIAA)




Lourdes A. Leon Guerrero
Governor of Guam



Joshua F. Tenorio
Lieutenant Governor



**BUREAU OF
STATISTICS & PLANS**
SALAGA PLANO BIDA YAN FETUSORAN
Government of Guam
P.O. Box 2950 Hagåtña, Guam 96932
Tel: (671) 472-4201/3
Fax: (671) 477-1812



Tyrone J. Taitano
Acting Director

REQUEST FOR PROPOSAL RFP-BSP-2019-002

The Guam Bureau of Statistics and Plans (BSP) Guam Coastal Management Program (GCMP), Government of Guam is seeking proposals for professional services to: 1) Develop and conduct stakeholder engagements and surveys; and 2) To perform a detailed inventory of existing public access statutes for the purpose of developing a comprehensive Public Access Management Plan (PAMP). The PAMP will strengthen the protection and enhancement of current public access corridors and development of new corridors as opportunities arise.

All entities interested in submitting a proposal may pick up hard copies of the Request for Proposals (RFP) beginning **Thursday, February 21, 2019 until Monday, March 4, 2019** at the Director's Office, Bureau of Statistics and Plans, located at the Ricardo J. Bordallo Governor's Complex, Adelup, 513 West Marine Corps Drive, Hagåtña, Monday through Friday from 8:00 a.m. to 5:00 p.m. Chamorro Standard Time (ChST) excluding Government of Guam holidays. Electronic copies of the RFP are also available online at the following website: www.bsp.guam.gov. BSP recommends that prospective offerors register contact information with the BSP to ensure they receive any notices regarding any changes or updates to the IFB/RFP. GSA shall not be liable for failure to provide notice to any party who did not register contact information.

All proposals must be submitted to the Bureau of Statistics and Plans Director's Office no later than **4:00 p.m. ChST, Monday, March 18, 2019. Failure to submit Proposals at the specified location on or before the specified date and time will be grounds for rejection of the Proposal.**

This activity is supported by funding through the U.S. Department of Commerce National Oceanic and Atmospheric Administration for Guam and administered through the Bureau of Statistics and Plans Guam Coastal Management Program. This advertisement was paid for by federal funds through GCMP under grant number NA16NOS4190187.

/s/ **TYRONE J. TAITANO**
Acting Director
Bureau of Statistics and Plans

Ex-officials: 'No factual basis' for wall emergency

By Ellen Nakashima
The Washington Post

WASHINGTON - A bipartisan group of 58 former senior national security officials will issue a statement Monday saying that "there is no factual basis" for President Donald Trump's proclamation of a national emergency to build a wall on the U.S.-Mexico border.

The joint statement, whose signatories include former Secretary of

State Madeleine Albright and former Defense Secretary Chuck Hagel, will come a day before the House is expected to vote on a resolution blocking Trump's Feb. 15 declaration.

The former officials' statement, which will be entered into the congressional record, is intended to support lawsuits and other actions challenging the national emergency proclamation and to force the administration to set forth the legal and factual basis for it.



PROTOTYPE: A prototype for President Donald Trump's border wall is seen through the border fence between Mexico and the United States in Tijuana, Mexico, Jan. 7. Reuters file photo

"Under no plausible assessment of the evidence is there a national emergency today that entitles the president to tap into funds appropriated for other purposes to build a wall at the southern border," the group said.

Albright served under President Bill Clinton, and Hagel, a former Republican senator from Nebraska, served under President Barack Obama.

Also signing were Eliot Cohen, State Department counselor under Presi-

dent George W. Bush; Thomas Pickering, President George H.W. Bush's ambassador to the United Nations; John Kerry, Obama's second secretary of state; Susan Rice, Obama's national security adviser; as well as former intelligence and security officials who served under Republican and Democratic administrations.

Trump's national emergency declaration followed a 35-day partial government shutdown, for which he claimed responsibility after Congress did not approve the \$5.7 billion he sought to build a wall.

In announcing his declaration, Trump predicted that lawsuits and "possibly ... a bad ruling, and then we'll get another bad ruling" before winning at the Supreme Court.

The former security officials' 11-page declaration, a copy of which was shared with The Washington Post, sets out their argument disputing the factual basis for the president's emergency.

California man gets \$21M for wrongful conviction

(Reuters) - A California man who was wrongfully convicted for killing an ex-girlfriend and her son four decades ago has reached a \$21 million settlement with the city of Simi Valley, officials said.

Craig Coley, 71, was sentenced to life in prison without parole for the 1978 murder of his former partner, Rhonda Wicht, and her 4-year-old son, Donald, at their apartment.

He had always maintained his innocence, and was pardoned in 2017 by California's then-governor, Jerry Brown, based on exculpatory DNA evidence found by investigators.

"While no amount of money can make up for what happened to Mr. Coley, settling this case is the right thing to do for Mr. Coley and our community," Simi Valley City Manager Eric Levitt said on Saturday in a statement.

The 39 years Coley spent behind bars was the longest prison term ever

overturned in California, the statement said.

Since his release, Coley has spoken to law enforcement officials about evidence collection, and has met with parents of prisoners who maintain their innocence, according to Mike Bender, a close friend and former police detective in Simi Valley, a community just outside Los Angeles.

Bender had pushed for Coley's release for nearly three decades after he became troubled by aspects of the case.

"Craig's message is always, 'Don't give up,'" Bender told Reuters by telephone on Sunday.

More than 350 U.S. inmates have been exonerated by DNA testing since 1989, according to New York-based the Innocence Project, which helps people who were wrongfully convicted. On average, convicts who were freed had served 14 years in prison when exonerated.



Craig Coley

Pence to meet with Venezuelan leader who called for 'all options' to restore democracy

By Franco Ordóñez
McClatchy Washington Bureau

WASHINGTON - Vice President Mike Pence will meet with Venezuelan opposition leader Juan Guaidó in Colombia on Monday, two days after Guaidó's call to use "all options" to liberate and restore democracy in Venezuela.

Senior administration officials said Sunday that Pence will meet briefly with Guaidó, who is recognized by the United States as the legitimate interim president, before addressing regional leaders on the crisis in Venezuela. The crisis escalated over the weekend with violence at the border with Colombia as international aid was blocked. Hundreds were injured and at least

four people died.

On Saturday, Guaidó said the events of the weekend forced him to pose a formal request to the international community to consider "all options" in Venezuela. The statement was interpreted by members of the diplomatic community as a request for military assistance.

Pence will travel to Bogotá, Colombia, on Monday to address leaders of the 14-nation Lima Group who are wrestling with a regional response to the standoff between Venezuelan President Nicolás Maduro and the U.S.-backed coalition trying to force humanitarian aid into Venezuela.

After meeting with Guaidó, Pence will address the leaders and announce "concrete steps" that the Trump administration will take against the Maduro government, including possible financial sanctions. Pence will then meet with Venezuelan families who have had to flee their country.



PUBLIC NOTICE ANNOUNCEMENT

The Guam Visitors Bureau will hold a Regular Meeting of the Board of Directors on **Thursday, February 28, 2019 at 3:30 p.m.** in GVB's Main Conference Room. Any individuals needing special accommodations are requested to contact GVB at 646-5278 for assistance.



The Honorable
Lourdes A. Leon Guerrero
Governor

The Honorable
Joshua F. Tenorio
Lt. Governor



PUBLIC NOTICE

The Board of Directors of the A.B. Won Pat International Airport Authority, Guam (GIAA) will convene its Regular Board meeting on **Thursday, February 28, 2019 at 3:00 p.m.** in Terminal Conference Room No. 3. In addition to regular matters, pursuant to 5 G.C.A. §8111(c)(2), Executive Session will be held to discuss pending litigation to which GIAA is a party. Parking is available in the Public Parking Lot.

For special accommodations or agenda items, please call the Board Office at 642-4717/18.

(This ad paid for by GIAA)

Committee On Health,
Tourism, Historic Preservation,
Land and Justice



SENATOR THERESE M. TERLAJE
I Mina'trentai Singko na Liheslaturan Guåhan
35th Guam Legislature

PUBLIC HEARING • 1:00 p.m. • Wednesday, March 6, 2019
Guam Legislature Public Hearing Room, Guam Congress Building, Hagåtña

AGENDA

Confirmation Hearings for the following Executive Appointments:

1:00 PM - Byron M.S. Evaristo, Member, Guam Memorial Hospital Authority Board of Trustees; Glynis S. Almonte, RN, Member, Guam Memorial Hospital Authority Board of Trustees

2:00 PM - Pedro P. Ada, Member, Guam Visitors Bureau Board of Directors; Flori-Anne Dela Cruz, Youth Member, Guam Visitors Bureau Board of Directors; Derrick M. Quinata, Member, Guam Visitors Bureau Board of Directors

If you require any special accommodations or for further information, please contact the Office of Senator Therese M. Terlaje at 472-3586. Testimonies may be submitted to our office at Ada Plaza Center, Suite 207, 173 Asphall Avenue, Hagåtña, Guam 96910, to the Guam Congress Building, or via email at senatorterlaje@gmail.com. The hearing will broadcast on local television, GTA Channel 21, Docomo Channel 117/60.4 and stream online via Liheslaturan Guåhan's live feed at http://www.guamlegislature.com/live_feed.htm. This ad is paid for with government funds.

**MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
A.B. WON PAT INTERNATIONAL AIRPORT AUTHORITY, GUAM
Thursday, January 31, 2019, 3:00 p.m.
GIAA TERMINAL CONFERENCE ROOM #3**

1. CALL TO ORDER AND ATTENDANCE

The January 31, 2019 regular meeting of the Board of Directors of the A.B. Won Pat International Airport Authority, Guam ("GIAA" or the "Authority") was called to order by Chairman Duenas at 3:08 p.m. at the GIAA Terminal Conference Room #3, 355 Chalan Pasaheru, Tamuning, Guam, 96913.

Directors Present:

Ricardo C. Duenas
Katherine C. Sgro
Lucy M. Alcorn
Deedee S. Camacho

Offices or positions:

Chairman
Vice Chairperson

Directors Absent:

Gurvinder "Bic" Sobti
Rosalinda A. Tolan
Martin Gerber

Board Secretary

GIAA Officials:

Thomas C. Ada
John A. Rios
Jean M. Arriola
Gerard Bautista
Raymond Mantanona
Victor Cruz
Joseph Javellana
Rolenda Faasualmalie
Henry Cruz

Executive Manager
Comptroller
Airport Services Manager
Air Terminal Manager
Chief, GIAA ARFF
Engineering Supervisor
Program Coordinator IV
GIAA Marketing
GIAA Procurement

Janalynn C. Damian, Esq.
Frank R. Santos

GIAA Legal Counsel
GIAA Consultant

Chairman Duenas welcomed Airport tenants, stakeholders, and members of the public who are noted in a sign-in sheet attached to these minutes.

2. APPROVAL OF AGENDA

Motion to approve the agenda as presented duly made by Vice Chairperson Sgro, seconded by Director Alcorn; motion unanimously passed.

3. APPROVAL OF MINUTES

A. January 3, 2019 Regular Meeting

On motion duly made by Vice Chairperson Sgro, seconded by Director Camacho, the following resolution was unanimously passed:

Resolution No. 19-22

The Board hereby approves the minutes of the January 3, 2019 regular meeting, subject to corrections.

4. CORRESPONDENCE

Executive Manager Ada announced there was no Correspondence.

5. OLD BUSINESS

A. Status Updates of Capital Improvement Projects ("CIP")

Mr. Victor Cruz, Engineering Supervisor, provided brief highlights on ongoing Capital Improvement Projects.

- International Arrivals Corridor with Building Seismic Upgrades: Seismic upgrades are in progress in various locations within the Terminal. Portions of the Heritage and Lotte area recently closed off for column and structural work. The remainder of the Heritage area is anticipated to be closed off in March 2019. Foundation work in progress at Gate 4.
- ARFF Facility-Design/Construction Phase 1/2: Evaluation of soil samples recently conducted. Notice to proceed on the project anticipated for February 2019.
- Terminal Apron Taxiway Rehabilitation Design: 30% design submittal received and under review, a copy has also been forwarded to the FAA for their review.
- Rehabilitation Runway 6L - Design: Designer currently performing survey work out on Runway, which is anticipated to be completed by the end of February.

Vice Chairperson Sgro inquired if the Airport is in line with the completion timelines for the projects mentioned. Mr. Cruz informed the Board that some of the timelines are being evaluated with regard to extensions.

Chairman Duenas inquired if Lotte Duty Free has been kept up to speed with regard to closures. Mr. Cruz informed the Board that periodic stakeholder meetings are held to provide updates.

6. NEW BUSINESS

A. Approval of Award for Environmental Consulting Services - RFP No. RFP-001-FY19

The first matter discussed was the approval of award for Environmental Consulting Services. Executive Manager Ada provided background information to the Board on the referenced RFP including the scope of services, contract term, dates of advertisement of the RFP, proposal submission deadline, and the number of interested proposers. A total of twenty-two (22) firms showed their interest by obtaining the RFP package. An evaluation committee was established to evaluate the one (1) proposal that was submitted before the established deadline. The proposal was evaluated on a point system assigned for each criteria identified in the RFP package. As a result of the committee's evaluation, the sole proposer, Proposer A, was found to be responsible and responsive and the firms in order of their ranking are as follows:

1. Proposer A

After further discussion, on motion duly made by Vice Chairperson Sgro, seconded by Director Camacho, the following resolution was unanimously approved:

Resolution No. 19-23

The Board hereby approves the ranking results as presented and the contract award to Proposers A for Environmental Consulting Services - RFP No. RFP-002-FY19, subject to Management's negotiation of fair and reasonable fees and review by legal counsel.

Executive Manager Ada informed the Board that Proposer A is PCR Environmental, Inc.

B. Ratification of Compensation - Executive Manager and Private Secretary

Chairman Duenas informed the Board that Mr. Thomas C. Ada's appointment to the position of Executive Manager was approved at the January 3, 2019 Board meeting, however compensation had not been determined, and was subject to review of Mr. Ada's qualifications and experience. In addition, the Board was also requested to consider the salary of the Executive Manager's private secretary, permitted under Public Law 29-154.

Based on the evaluation of Mr. Ada's qualifications and experience the Board was requested to consider, approve and ratify a salary for the Executive Manager in the amount of \$154,979.00. In addition, the Board was requested to consider, approve and ratify a salary for the Executive Manager's Secretary in the amount of \$42,293.00.

Vice Chairperson Sgro inquired if the amounts fall within the budget and if this was inclusive of benefits. Chairman Duenas informed the Board that the salaries, which do not include benefits, fall within GIAA's budget and are within the range of the compensation and benefits study at the 20th Market Percentile, based on 2012 data.

After further discussion, on motion duly made by director Alcorn, seconded by Director Camacho, the following resolution was unanimously approved:

Resolution No. 19-24

The Board hereby ratifies the annual salary of \$154,979.00 for Mr. Thomas C. Ada as the Executive Manager of the A. B. Won Pat International Airport Authority, Guam and the annual salary of \$42,293.00 for Ms. Juliette Gillham as the Private Secretary to the Executive Manager, effective January 7, 2019.

7. REPORT OF THE EXECUTIVE MANAGER

Reference is made to the Executive Manager's Report included as part of the Board's packet, which was presented by Executive Manager Ada.

During Regulatory Issues, Executive Manager Ada asked that Legal Counsel give a brief update on issues with Lotte Duty Free and the 3rd Floor Project. Mr. Eduardo Calvo, GIAA Legal Counsel, informed the Board that in April 2018 GIAA and Lotte agreed to mediate certain disputes related to the impact of the 3rd floor construction project and the February decisions and judgment in the Specialty Retail litigation voiding the specialty retail agreement, which had not been stayed by the court. As a result of the mediation, Lotte and GIAA entered into a Mediation Term Sheet (MTS), that included a provision that if there are additional direct impacts not originally anticipated at the time of the MTS, that the parties would in good faith revisit the status of the construction impacts on Lotte's operations. In the Fall of 2018, it became obvious that there were going to be additional impacts, particularly the closure of additional space for longer periods of time. The Airport worked towards mitigating the impact by providing alternative space. In December, GIAA and Lotte again engaged in mediation to address disputes relating to additional impacts resulting in the closure of space, and Lotte's reimbursement obligations. The parties entered into an Addendum to the MTS that addressed how to deal with the additional impacts. The Addendum was approved by the Board in December 2018, and is available should the Board like to view it.

8. REPORT OF THE COMPTROLLER

Mr. John Rios reported on the revenues and expenses of the Authority as of **December 31, 2018**. Mr. Rios reported that year-to-date Total Signatory Revenues are below budgeted revenues by **-5.5%**, year-to-date Total Concession Revenues and Passenger Facility Charges are below budget by **-8.1%** and **-9.8%**, respectively. Year-to-date Total Other Revenues, inclusive of non-signatory and non-airline revenues are below the budget estimate by **-7.5%**. Year-to-date Total Operating Revenues Actual of **\$18.9M** is **-7.0%** below the budget estimate of **\$20.3M**. Year-to-date Total Operating Expenses are below budget by **-15.7%**. Components of this line item include a **-17.6%** decrease in Personnel Service, a **-8.6%** decrease in Contractual Services, a **-85.1%** decrease in Materials & Supplies and a **0.0%** decrease in Equipment/Furnishings from budgeted amounts for these respective categories. The actual year-to-date Net Revenues from

Operations of **\$8.4M** reflects an increase of **7.0%** over the year-to-date budgeted amount of **\$7.8M**. Mr. Rios reported that the year-to-date Debt Service Coverage is at **1.54** versus the requirement of **1.25**.

Chairman Duenas inquired on the additional charter flights that were outlined in the Executive Manager's report, asking if there was an estimate of impact to GIAA's revenues. The Comptroller informed the Board that he does not have the projections available at this time but will provide it at a later time.

The Comptroller added that Moody's Investors in 2018 had changed the outlook for the Government of Guam from stable to negative due to the Federal cuts and the Government of Guam's inability to recover the loss of revenue. GIAA was also linked with the Government of Guam, resulting in GIAA's outlook being a negative. Recently, due to the Business Privilege Tax, the outlook has been changed from negative to stable.

Regarding the refunding of the bonds, GEDA and Bond Counsel working on legislation that will be submitted to the Legislature. Currently it is showing 8.9% savings or \$1.9 million in savings to the Airport.

Relative to GIAA's annual audit, it is almost complete, pending the evaluation, which DOA's Auditors are reviewing. GIAA filed for extension with the FAA, anticipating for February.

9. EXECUTIVE SESSION

Chairman Duenas announced that there would be no Executive Session.

10. PUBLIC COMMENTS

There were no Public Comments.

At this time, Vice Chairperson Katherine Sgro announced that she had submitted a courtesy resignation with Governor Leon Guerrero, which will be effective Friday, February 1, 2019. She added that it has been a pleasure working with the Board and Management. Chairman Duenas thanked Vice Chairperson Sgro for her service on the Board.

11. ADJOURNMENT

Motion to adjourn duly made by Director Camacho, seconded by Vice Chairperson Sgro; motion unanimously passed. The meeting was adjourned at 3:52p.m.

Dated this _____, day of _____, 2019.

Attest:

Ricardo C. Duenas
Chairman

Gurvinder Sobti
Secretary

Prepared and Submitted By:

Amanda O'Brien-Rios
Corresponding Secretary

**ANTONIO B. WON PAT INTERNATIONAL AIRPORT AUTHORITY, GUAM
BOARD OF DIRECTORS RESOLUTION NO. 19-26**

**RELATIVE TO THE
EXTENSION OF THE AGREEMENT FOR LEGAL SERVICES
WITH CALVO FISHER & JACOB LLP**

WHEREAS, an Agreement for Legal Services was made on March 23, 2015, by and between the ANTONIO B. WON PAT INTERNATIONAL AIRPORT AUTHORITY, GUAM (“GIAA”) and Calvo Fisher & Jacob LLP (“CFJ”) (the “CFJ Agreement”); and

WHEREAS, the CFJ Agreement provides for a term of one year commencing on March 23, 2015, with four (4) options to extend for a period of one (1) year each, not to exceed a total contract period of five (5) years with GIAA approval; and

WHEREAS, on April 18, 2016 by Resolution No. 16-34, the Board of Directors approved the extension of the CFJ Agreement for an additional one year period (1st Option) commencing on March 23, 2016 and expiring on March 22, 2017, under the same terms and conditions as set forth in the CFJ Agreement; and

WHEREAS, on February 23, 2017 by Resolution No. 17-22, the Board of Directors approved the extension of the CFJ Agreement for an additional one year period (2nd Option) commencing on March 23, 2017 and expiring on March 22, 2018, under the same terms and conditions as set forth in the CFJ Agreement; and

WHEREAS, on February 22, 2018 by Resolution No. 18-20, the Board of Directors approved the extension of the CFJ Agreement for an additional one year period (3rd Option) commencing on March 23, 2018 and expiring on March 22, 2019, under the same terms and conditions as set forth in the CFJ Agreement; and

WHEREAS, the Board of Directors has determined that GIAA continues to require the services of CFJ and that it is in the best interests of GIAA to extend the term of the CFJ Agreement for an additional one (1) year period commencing on March 23, 2019, and expiring on March 22, 2020, under the same terms and conditions as set forth in the CFJ Agreement.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of GIAA hereby extends the term of the CFJ Agreement for an additional one (1) year period commencing on March 23, 2019, under the same terms and conditions as set forth in the CFJ Agreement.

DULY AND REGULARLY ADOPTED BY THE BOARD OF DIRECTORS OF THE ANTONIO B. WON PAT INTERNATIONAL AIRPORT AUTHORITY, GUAM AT THE FEBRUARY 28, 2019 REGULAR BOARD MEETING.

RICARDO C. DUENAS, Chairman

GURVINDER SOBTI

ROSALINDA A. TOLAN

DEEDEE S. CAMACHO

ATTEST:

GURVINDER SOBTI, Board Secretary

POLICIES AND PROCEDURES

ANTONIO B. WON PAT INTERNATIONAL AIRPORT AUTHORITY BOARD OF DIRECTORS

FEBRUARY 28, 2019

BOARD MEMBER ATTENDANCE AT BOARD MEETINGS VIA VIDEO TELECONFERENCING

Purpose:

Develop Policies and Procedures for Board Members to attend Regular and Special Meetings of the A.B. Won Pat International Airport Authority, Guam Board of Directors via video teleconference.

Authority:

5GCA Chapter 43 § 43121

Policies & Procedures:

1. Video teleconferencing (VTC). VTC is a technology that facilitates the communication and interaction of two or more users through a combination of audio and video over Internet Protocol (IP) networks.
2. Designation of VTC technology. GIAA shall designate the VTC technology to be used by the Board. Such technology must allow for the following:
 - a. live/real-time communication
 - b. two-way communication
 - c. multiple VTC participants
 - d. allow the Board to clearly see and hear the Board Member(s) attending via VTC in the GIAA Board conference room. If a Board Member appearing via VTC cannot be heard or seen, the Board Chairman may terminate the VTC at his/her discretion.
3. Training. Board Members must receive training on the use of GIAA's designated VTC technology.
4. Request to appear via VTC. A Board Member may participate in any Board or Committee Meeting by VTC when the Board member is unable to attend the Board meeting in person.
 - a. A request to participate via VTC must be submitted in writing to the Chairman at least five (5) days, but no less than forty-eight (48) hours, prior to the Board meeting.
 - b. A Board Member may request to participate via VTC no more than four times per calendar year.
 - c. The Board Member must use the VTC technology designated by GIAA.
 - d. The Board Member must be available to test the VTC connection at least fifteen (15) minutes prior to the start of the Board meeting.
5. Conduct of Meeting.
 - a. The Chairman shall identify all Board Members appearing via VTC.
 - b. If at least one Board Member is appearing via VTC, all voting must be by roll call.
 - c. The Board Meeting may not be chaired by a Board Member appearing via VTC.
 - d. Executive Sessions shall not be conducted via video teleconferencing.

AIRLINE ISSUES

137 charter flights will be operating during the Spring Break (late March Early April) /Golden Week (late April/early May) peak season:

2019 SPRING BREAK/ GOLDEN WEEK CHARTERS

	Tway B737-800		Jeju Air B737-800		Uzb A320		JAL B767-300		China Airlines A333/A32		TOTAL FLIGHTS
	Spring Break	Golden Week	Spring Break	Golden Week	Spring Break	Golden Week	Spring Break	Golden Week	Spring Break	Golden Week	
NGO (Nagoya)	11	7		4							22
KIX (Kanasai)	16	6	4						2		28
NRT (Narita)	31	7	31			3		3		3	78
MYJ (Matsumoto)				2							2
FSZ (Shizuoka)			2								2
OKJ (Okayama)				1							1
HIJ (Hiroshima)										3	3
TAK (Takamatsu)										1	1
	58	20	37	7	0	3	0	3	0	9	
TOTAL FLIGHTS	78		44		3		3		9		137
TOTAL SEATS	13650		8360		414		597		1579		24,600
Estimated Revenue	\$ 222,863.16		\$ 133,202.08		\$ 9,027.12		\$ 10,178.64		\$ 26,242.39		\$ 401,513.39

* Assumption 100% capacity

Nauru Airlines

Nauru Airlines has received their USDOT approval to fly into Guam. They have requested for a facility inspection here beginning March 4-8, in anticipation of its start date of operations on May 3, 2019. This will follow VIP inaugural flight with dignitaries from Nauru, FSM, and the Marshall Islands and airline management, scheduled for April 26, 2019.

United Airlines

GIAA has submitted a Letter of Support for United Airlines, in its application with USDOT for one of 6 slots from HND to service the Guam Route. This route will be in addition to the three existing daily flights to NRT. Service is expected to begin in the summer of 2020, pending completion of an aviation agreement between the US and Japan, and slots awarded by USDOT.

Air Service Development

Routes preparation is well underway with Guam delegation consisting of Marketing and TMG reps, the GVB President and Marketing representative participating in meetings with airlines. A target sheet has been developed with the business cases that determine the request for airline meetings. GVB is also planning a Tour Operator/Travel Agent Guam seminar in Cebu the day before airline meetings begins, and requests for GIAA presentation of entry requirements and airport information during this seminar.

REGULATORY ISSUES

2019 FAA Aerodrome Certification Workshop

The Aerodrome Certification Workshop is scheduled for May 14 -17, 2019 in the Republic of Palau, with particular focus on airport safety and safety management. Three (3) GIAA personnel will participate.

Capital Improvement Projects (CIPs)

The following CIPs were approved by EM to be undertaken:

1. C.O. 5 (\$1.95M) – 2 Travelators/Moving Walkways for IAC.
2. C.O. 6 (\$490K) – Demolition in preparation for construction of Added TSA Security Lanes
3. PENDING C.O. 6.1 (\$3.21M) – Construction of two (2) new TSA security inspection lanes and optimization of existing 5 lanes; docs being finalized.

Status of CIPs that are WIP:

1. ARFF Station:
 - a. Total Cost: \$21,559,168
 - b. Design: 1,085,513
 - c. CM: 1,729,982
 - d. Phase 1 Demolition: \$630,521
Completed: Nov. 20, 2018
 - e. Phase 2 Construction: \$18,113,152
Completion: 455 days after issuance of building permit (pending)

LEGISLATIVE ISSUES

None at this Time.

PROCUREMENT ISSUES

RFP Terminal Aircraft Apron & Taxiway

Announced: February 22, 2019
RFI Deadline: March 11, 2019 @ 5pm
Submission Deadline: March 26, 2019 @ 4pm

Multi-Step IFB Currency Exchange Concession Services

Announced: February 15, 2019
Tour Registration Deadline: Feb. 22, 2019 @ 5pm
Pre-Bid Conference & Tour: Feb. 25, 2019 @ 10am
RFI Deadline: Feb. 27, 2019 @ 5pm

Tech Proposal Submission Deadline: Mar. 8, 2019 @4pm

Announcements:

- Gov. Lou Leon Guerrero appointed three individuals to the GIAA Board of Directors and are pending legislative confirmation dates:
 - Daniel Tydingco
 - Donald Weakley Sr.
 - Zenon E. Belanger
- An Informational Hearing called by Vice Speaker and Oversight Chair Telena Nelson was held February 7, 2019. Key discussion items included status on the International Arrivals Corridor and retail concession issues.
- Stakeholder briefings were held as follows:
 - International Arrivals Corridor Update (February 15, 2019)
 - Typhoon Wutip Status and Preparation (February 22, 2019)
- A Photo Gifting and Exhibition Event is scheduled for tomorrow, March 1, 2019 @10am. The L. Ron Hubbard Foundation will present the Airport with 12 framed photos of the late 1920's Guam as taken by L. Ron Hubbard during his time on Guam. The exhibition will be placed at the Central Ticket Lobby, accessible for public view.

February 25, 2019

MEMORANDUM

To: Mr. Ricardo C. Duenas
Chairman
GIAA Board of Directors

From: John A. Rios
Comptroller



Subject: Operating Results – Revenues and Expenses as of January 31, 2019

Attached herewith is GIAA's Operating Results Report for the month ending January 31, 2019. This report summarizes the Budgeted versus Actual Revenues and Expenses for the month and year-to-date results ended January 31, 2019.

The key operating results for 4 month(s) of FY2019 ending January 31, 2019 – (in \$000's) are

CATEGORY	Actual FY19 Current Month	YEAR-TO-DATE			FORECAST FOR FULL YEAR- FY19	
		Budget FY19 Y-T-D	Actual FY19 Y-T-D	% Variance Budget vs. Actual	Actual Y-T-D FY19 Budget	% Variance Budget vs. Estimate for Full Year
				Y-T-D Current Month		
Total Signatory Revenues	\$ 3,058.8	\$ 11,841.5	\$ 11,379.5	-3.9%	\$ 33,155.6	-1.4%
Total Concession Revenues	\$ 1,473.4	\$ 6,408.1	\$ 5,865.0	-8.5%	\$ 18,838.3	2.8%
Total PFC's	\$ 673.0	\$ 2,612.7	\$ 2,423.4	-7.2%	\$ 7,127.5	-2.6%
Total Other Revenues	\$ 1,477.8	\$ 6,308.1	\$ 5,875.7	-6.9%	\$ 18,445.2	-2.3%
Total Operating Revenues	\$ 6,682.9	\$ 27,170.3	\$ 25,543.6	-6.0%	\$ 77,566.6	-2.1%
Total Operating Expenses	\$ 3,728.0	\$ 17,328.1	\$ 14,273.2	-17.6%	\$ 45,680.4	-6.3%
Net Revenues from Operations	\$ 2,954.9	\$ 9,842.3	\$ 11,270.3	14.5%	\$ 31,886.1	4.7%
Non-Operating Expenses	\$ 44.9	\$ 490.0	\$ 406.0	-17.1%	\$ 706.0	-10.6%
Other Available Moneys/other sources of funds	\$ 577.1	\$ 2,253.3	\$ 2,211.2	-1.9%	\$ 6,718.0	-0.6%
Net Debt Service Coverage	1.64	1.41	1.58	11.9%	1.53	3.8%

Year-to-date Total Signatory Revenues for the month ending January 31, 2019 are below Budgeted revenues by **-3.9%**. Signatory revenue estimates are based on projections submitted by Signatory airlines and adopted in the annual budget.

Year-to-date Total Concession Revenues are **-8.5%** below budget while Passenger Facility Charges are below the budget estimate by **-7.2%**.

Year-to-date Total Other Revenues, inclusive of non-signatory and non-airlines revenues, are below the budget estimate by **-6.9%**.

Year-to-date Total Operating Revenues actual of **\$25.5M** is **-6.0%** below the budget estimate of **\$27.2M**.

Year-to-date Total Operating Expenses are below budget by **-17.6%**. Components of this line item include a **-22.3%** decrease in Personnel Service, a **-7.4%** decrease in Contractual Services, a **-77.2%** decrease in Materials & Supplies and a **0%** decrease in Equipment/Furnishings from budgeted amounts for these respective categories.

The actual year-to-date Net Revenues from Operations of **\$11.3M** represents a **14.5%** increase over the year-to-date budgeted amount of **\$9.8M**.

Finally, our year-to-date results for Debt Service Coverage is at **1.58** versus the requirement of **1.25**.

Should you have any questions, please contact me at your convenience.

Attachments

Cc: Board of Directors
Executive Manager
Deputy Executive Manager
Airport Services Manager
Airport Terminal Manager

GUAM INTERNATIONAL AIRPORT AUTHORITY
KEY OPERATING RESULTS (\$000's)
as of January 31, 2019

	CURRENT MONTH				Budget Full Year	YEAR - TO - DATE				FULL YEAR FORECAST	
	Actual FY2018	Budget FY2019	Actual FY2019	%Var Bud Vs Act'l		Actual FY2018	Budget FY2019	Actual FY2019	%Var Bud Vs Act'l	Actual/Est	%Var Bud Vs Act'l
I. Signatory Airline Rents & Fees											
Terminal Bldg Rentals	329.8	347.2	361.1	4.0%	4,140.8	1,311.4	1,387.1	1,427.2	2.9%	4,180.9	1.0%
Departure Fees	581.8	765.6	761.8	-0.5%	8,333.2	2,196.2	2,975.6	2,746.0	-7.7%	8,103.5	-2.8%
Arrival Fees	563.6	753.9	767.9	1.9%	8,273.8	2,155.1	2,957.9	2,818.9	-4.7%	8,134.8	-1.7%
Immigration Inspection Fees	192.1	262.8	274.4	4.4%	2,860.4	733.4	1,026.0	993.9	-3.1%	2,828.3	-1.1%
Loading Bridge Use Fees	579.4	495.4	498.9	0.7%	5,661.6	2,319.4	1,945.4	1,913.0	-1.7%	5,629.2	-0.6%
Apron Use Fees	125.9	128.5	122.2	-4.9%	1,347.0	516.7	480.0	447.8	-6.7%	1,314.8	-2.4%
Landing Fees	283.6	286.2	272.5	-4.8%	3,000.8	1,176.4	1,069.4	1,032.7	-3.4%	2,964.1	-1.2%
Total Signatory Revenue	2,656.1	3,039.5	3,058.8	0.6%	33,617.6	10,408.6	11,841.5	11,379.5	-3.9%	33,155.6	-1.4%
Enplaned Signatory Pax	155,969	170,142	172,806	1.6%	1,851,871	588,800	661,272	623,774	-5.7%	1,814,372	-2.0%
Cost per Enplaned Pax	\$17.03	\$17.86	\$17.70	-0.9%	\$18.15	\$17.68	\$17.91	\$18.24	1.9%	\$18.27	0.7%
Revenues from Sources other than Signatory Airlines Rents & Fees											
Concession Revenues											
Gen Mdse	1,464.2	1,239.4	1,091.1	-12.0%	14,872.3	5,401.7	4,957.4	4,364.0	-12.0%	14,278.9	-4.0%
In-flight Catering	67.4	73.7	80.7	9.5%	837.9	268.7	275.8	312.5	13.3%	874.6	4.4%
Food & Beverage	91.3	96.8	91.9	-5.1%	1,062.4	345.1	347.2	342.0	-1.5%	1,057.2	-0.5%
Rental Cars	123.2	146.7	139.3	-5.1%	1,673.7	476.7	533.3	559.9	5.0%	1,700.4	1.6%
Other Concession Rev	72.3	74.6	70.4	-5.6%	935.0	286.8	294.4	286.6	-2.7%	927.2	-0.8%
Total Concession Revenues	1,818.3	1,631.2	1,473.4	-9.7%	19,381.4	6,779.0	6,408.1	5,865.0	-8.5%	18,838.3	-2.8%
Passenger Facility Charges	544.9	672.2	673.0	0.1%	7,316.7	2,067.8	2,612.7	2,423.4	-7.2%	7,127.5	-2.6%
Other Revenue	1,869.4	1,554.1	1,477.8	-4.9%	18,877.6	7,333.4	6,308.1	5,875.7	-6.9%	18,445.2	-2.3%
Total Operating Revenue	6,888.7	6,897.0	6,682.9	-3.1%	79,193.3	26,588.7	27,170.3	25,543.6	-6.0%	77,566.6	-2.1%
II. Operating Expenses:											
Personnel Services	1,792.8	2,433.6	1,620.3	-33.4%	21,091.0	7,171.1	8,112.0	6,299.6	-22.3%	19,278.6	-8.6%
Contractual Services	2,311.4	2,120.9	1,997.5	-5.8%	25,280.4	8,903.0	8,412.3	7,790.2	-7.4%	24,658.3	-2.5%
Materials & Supplies	67.9	311.4	110.2	-64.6%	2,201.2	214.7	803.7	183.4	-77.2%	1,580.9	-28.2%
Equipment/Furnishings	39.9	0.0	0.0	0.0%	162.8	39.9	0.0	0.0	0.0%	162.8	0.0%
Total Operating Expenses	4,212.0	4,865.9	3,728.0	-23.4%	48,735.3	16,328.7	17,328.1	14,273.2	-17.6%	45,680.4	-6.3%
Net Revenues from Operations	2,676.6	2,031.1	2,954.9	45.5%	30,458.1	10,260.0	9,842.3	11,270.3	14.5%	31,886.1	4.7%

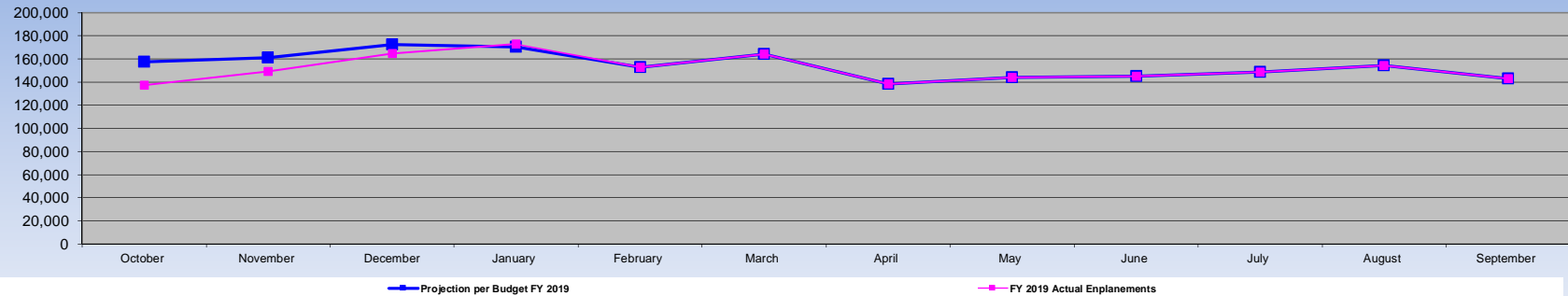
GUAM INTERNATIONAL AIRPORT AUTHORITY
KEY OPERATING RESULTS (\$000's)
as of January 31, 2019

	CURRENT MONTH				Budget Full Year	YEAR - TO - DATE				FULL YEAR FORECAST	
	Actual FY2018	Budget FY2019	Actual FY2019	%Var Bud Vs Act'l		Actual FY2018	Budget FY2019	Actual FY2019	%Var Bud Vs Act'l	Actual/Est	%Var Bud Vs Act'l
III. Other Revenues and Expenses											
Less: Non Operating Expense(Ret/DOI/OHS)	42.9	0.0	44.9	0.0%	790.0	363.5	490.0	406.0	-17.1%	706.0	-10.6%
Add: Interest on Investments	<u>73.6</u>	<u>84.8</u>	<u>0.0</u>	<u>-100.0%</u>	<u>1,017.5</u>	<u>264.8</u>	<u>339.2</u>	<u>293.3</u>	<u>-13.5%</u>	<u>971.7</u>	<u>-4.5%</u>
Net Revenues	2,707.3	2,115.9	2,910.0	37.5%	30,685.6	10,161.3	9,691.4	11,157.7	15.1%	32,151.8	4.8%
Add: Other Sources of Funds	30.3	33.3	47.1	0.0%	400.0	59.6	133.3	91.2	-31.6%	357.9	-10.5%
Add: Other Available Moneys	<u>530.1</u>	<u>530.0</u>	<u>530.0</u>	<u>0.0%</u>	<u>6,360.1</u>	<u>2,120.5</u>	<u>2,120.0</u>	<u>2,120.0</u>	0.0%	<u>6,360.1</u>	<u>0.0%</u>
Net Revenues and Other Available Moneys	<u>3,267.7</u>	<u>2,679.3</u>	<u>3,487.1</u>	<u>30.1%</u>	<u>37,445.7</u>	<u>12,341.4</u>	<u>11,944.8</u>	<u>13,369.0</u>	<u>11.9%</u>	<u>38,869.9</u>	<u>3.8%</u>
Debt Service payments	<u>2,120.5</u>	<u>2,120.0</u>	<u>2,120.0</u>	<u>0.0%</u>	<u>25,440.5</u>	<u>8,482.0</u>	<u>8,480.2</u>	<u>8,480.2</u>	<u>0.0%</u>	<u>25,440.5</u>	<u>0.0%</u>
Debt Service Coverage	<u>1.54</u>	<u>1.26</u>	<u>1.64</u>	<u>30.1%</u>	<u>1.47</u>	<u>1.46</u>	<u>1.41</u>	<u>1.58</u>	<u>11.9%</u>	<u>1.53</u>	<u>3.8%</u>
Debt Service Requirement	1.25	1.25	1.25		1.25	1.25	1.25	1.25		1.25	

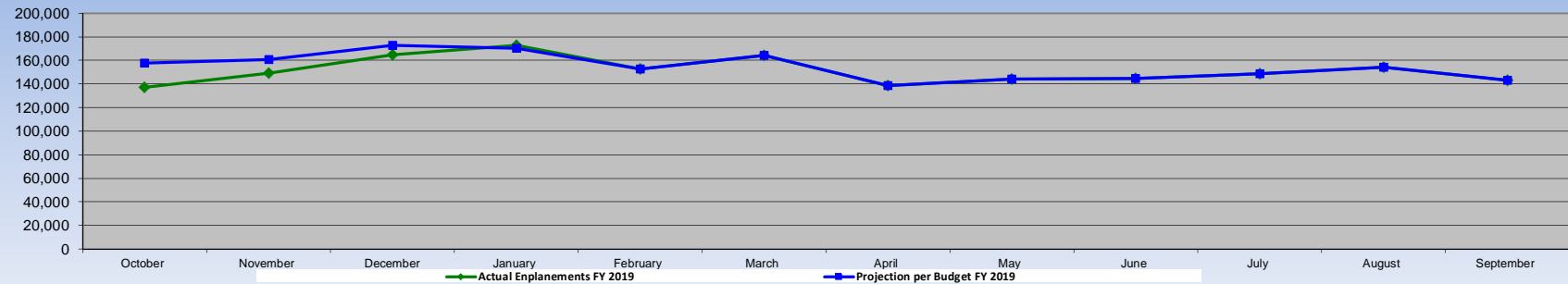
SUMMARY SIGNATORY AIRLINES

Enplanements	October	November	December	January	February	March	April	May	June	July	August	September	Total
Projection per Budget FY 2019	157,551	160,972	172,607	170,142	152,811	164,175	138,541	144,226	144,896	148,545	154,340	143,065	1,851,871
FY 2017 Actual Enplanements	143,619	148,002	160,544	162,303	143,720	157,735	146,779	150,775	151,974	158,139	169,547	145,108	1,838,245
FY 2018 Actual Enplanements	129,772	145,309	157,750	155,969	145,088	157,932	139,620	142,477	146,720	153,951	162,801	129,698	1,767,087
FY 2019 Actual Enplanements/Projection	137,359	149,055	164,554	172,806	152,811	164,175	138,541	144,226	144,896	148,545	154,340	143,065	1,814,372
FY 2019 versus FY 2018 Monthly%	5.85%	2.58%	4.31%	10.80%	5.32%	3.95%	-0.77%	1.23%	-1.24%	-3.51%	-5.20%	10.31%	2.68%
FY 2019 versus FY 2018 Monthly	7,587	3,746	6,804	16,837	7,723	6,243	-1,079	1,749	-1,824	-5,406	-8,461	13,367	47,285
FY 2019 versus FY 2018 Cumulative	7,587	11,333	18,137	34,974	42,697	48,939	47,861	49,610	47,786	42,380	33,919	47,285	47,285
	5.85%	7.80%	11.50%	22.42%	29.43%	30.99%	34.28%	34.82%	32.57%	27.53%	20.83%	36.46%	2.68%

FY 2017 - FY 2019 Signatory Airlines Actual and Projection of Enplanements



Fiscal Year 2019 Actual Enplanements versus Budget



Enplanements	October	November	December	January	February	March	April	May	June	July	August	September	Total
Actual Enplanements FY 2019	137,359	149,055	164,554	172,806	152,811	164,175	138,541	144,226	144,896	148,545	154,340	143,065	1,814,372
Projection per Budget FY 2019	157,551	160,972	172,607	170,142	152,811	164,175	138,541	144,226	144,896	148,545	154,340	143,065	1,851,871
Actual Enplanements Over/(Under) Projection	(20,192)	(11,917)	(8,053)	2,664	0	0	0	0	0	0	0	0	(37,498)
Cumulative Total	(20,192)	(32,109)	(40,162)	(37,498)	0	0	0	0	0	0	0	0	-2.0%
Percentage Over/(Under) Forecast													
% Monthly versus Projection	-12.8%	-7.4%	-4.7%	1.6%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
% Cumulative Total	-12.8%	-10.1%	-8.2%	-5.7%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Month to Month Trend													
Actual Enplanements	137,359	149,055	164,554	172,806	152,811	164,175	138,541	144,226	144,896	148,545	154,340	143,065	
Month to Month Increase/(Decrease)		11,696	15,499	8,252	-19,995	11,364	-25,633	5,685	670	3,650	5,794	-11,275	
Month to Month Increase/(Decrease) in %		8.5%	10.4%	5.0%	-11.6%	7.4%	-15.6%	4.1%	0.5%	2.5%	3.9%	-7.3%	
Cost Per Enplanement FY2017 Actual versus Projected													
CPE													CPE FY18
Forecast Per FY2019 Budget	\$ 18.35	\$ 17.78	\$ 17.67	\$ 17.86	\$ 18.13	\$ 18.19	\$ 18.54	\$ 18.38	\$ 18.18	\$ 18.29	\$ 18.13	\$ 18.53	\$ 18.15
Actual CPE	\$ 19.05	\$ 18.44	\$ 17.96	\$ 17.70									
Variance	\$ (0.70)	\$ (0.67)	\$ (0.29)	\$ 0.16	\$ 18.13	\$ 18.19	\$ 18.54	\$ 18.38	\$ 18.18	\$ 18.29	\$ 18.13	\$ 18.53	\$ 18.15

CALVO FISHER & JACOB LLP

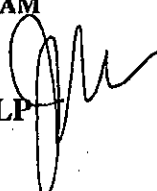
259 MARTYR STREET, SUITE 100
HAGATNA, GUAM 96910
P: 671.646.9355 F: 671.646.9403
WWW.CALVOFISHER.COM

writer's direct e-mail:
jdorian@calvofisher.com

RECOMMENDATION OF COUNSEL

TO: Board of Directors
ANTONIO B. WON PAT INTERNATIONAL
AIRPORT AUTHORITY, GUAM

CC: Mr. Thomas C. Ada
Executive Manager
ANTONIO B. WON PAT INTERNATIONAL
AIRPORT AUTHORITY, GUAM

FROM: Janalynn Cruz Damian 
CALVO FISHER & JACOB LLP

DATE: February 19, 2019

SUBJECT: Executive Session

Pursuant to 5 GCA § 8111(c)(1), I hereby recommend that the Board of Directors of GIAA conduct an Executive Session at the next regularly scheduled Board meeting to discuss pending or threatened litigation to which GIAA is or may be a party.