

**INLAND VALLEY DEVELOPMENT AGENCY**  
**ACTION MEETING MINUTES**  
**January 28, 2009**

A Regular Meeting of the Inland Valley Development Agency Board was called to order by Co-Chair Josie Gonzales at approximately 3:51 p.m. on Wednesday, January 28, 2009, in the Council Chambers, Loma Linda City Hall, 25541 Barton Road, Loma Linda, California.

**BOARD MEMBERS PRESENT:**

City of Colton	Vice-Chair/Mayor Kelly J. Chastain Councilmember Vincent Yzaguirre
City of Loma Linda	Councilmember Floyd Petersen Councilmember Ovidiu Popescu
County of San Bernardino	Co-Chair/Supervisor Josie Gonzales Supervisor Neil Derry
City of San Bernardino	Co-Chair/Mayor Patrick J. Morris Councilmember Esther Estrada Councilmember Rikke Van Johnson

**OTHERS PRESENT:** Donald L. Rogers, Interim Executive Director  
Michael Burrows, Assistant Director  
Bill Ingraham, Aviation Director  
Timothy J. Sabo, Lewis Brisbois Bisgaard & Smith, LLP  
Alex Estrada, Director of Redevelopment and Transportation  
Martin Romeo, Chief Financial Officer  
C. Eric Ray, Airport Operations Manager  
Amelia Alanis, Assistant Clerk of the Board

**A. CALL TO ORDER**

**B. ROLL CALL**

Roll call was noted by the Assistant Clerk of the Board.

**C. ITEMS TO BE ADDED OR DELETED**

There were no added or deleted items.

**D. CONFLICT OF INTEREST DISCLOSURE/INFORMATIONAL ITEMS**

**Item #1 - Conflict of Interest Disclosure**

Co-Chair Josie Gonzales stated Board members should note the item(s) listed which might require member abstentions. Supervisor Josie Gonzales stated she would not participate in the discussion of Agenda Item No. I. II.

**Item #2 – Informational Items**

Co-Chair Josie Gonzales welcomed newly appointed delegates Supervisor Neil Derry, representing the County of San Bernardino, Councilmember Vincent Yzaguirre, representing the City of Colton, and Councilmember Rikke Van Johnson, representing the City of San Bernardino. The following newly appointed alternate delegates were also acknowledged: Councilmember Tobin Brinker, representing the City of San Bernardino, and Mayor Pro Tem Susan Oliva, representing the City of Colton.

**E. BOARD CONSENT ITEMS**

**Item #3 – Receive Register of Demands**

**Item #4 – Receive and File Cash Report for December 31, 2008, for the Inland Valley Development Agency (IVDA)**

**Item #5 – Receive and File Second Quarter Financial Report (October 1, 2008 through December 31, 2008) for the Inland Valley Development Agency (IVDA)**

**Item #6 – Approve Meeting Minutes: January 14, 2009**

**Item #7 – Ratify and Approve Change Order Nos. 1 through 5 in an Amount Not to Exceed \$82,332.07 with Tri Span, Inc. for Phase II of the Abatement and Demolition of East Annex Offices Located in Hangar 763 and Abatement and Demolition for Portions of Building 747 Project, U. S. Department of Commerce Economic Development Administration (EDA) Grant No. 07-49-05672**

**ACTION:** Approve the Consent Calendar.

<b>Motion</b>	<b>Second</b>	<b>Aye</b>	<b>Aye</b>	<b>Aye</b>
Chastain	Morris	Derry	Estrada	Gonzales
<b>Aye</b>	<b>Aye</b>	<b>Aye</b>	<b>Aye</b>	
Johnson	Petersen	Popescu	Yzaguirre	

**Motion carried unanimously.**

**F. BOARD DISCUSSION ITEMS**

**Item #8 - Approve Contract Amendment No. 1 in an Amount Not to Exceed \$498,430 with Cordoba Corporation for Preparation of Plans & Specifications and Engineering Design for Construction of Certain Street Improvements Including Portions of Third Street and Fifth Street within the City of San Bernardino, as Part of the Inland Empire Goods Movement Gateway Project**

**ACTION:** Approve Contract Amendment No. 1 in an Amount Not to Exceed \$498,430 with Cordoba Corporation for Preparation of Plans & Specifications and Engineering Design for Construction of Certain Street Improvements Including Portions of Third Street and Fifth Street within the City of San Bernardino, as Part of the Inland Empire Goods Movement Gateway Project.

<b>Motion</b>	<b>Second</b>	<b>Aye</b>	<b>Aye</b>	<b>Aye</b>
Petersen	Estrada	Chastain	Derry	Gonzales
<b>Aye</b>	<b>Aye</b>	<b>Aye</b>	<b>Aye</b>	
Johnson	Morris	Popescu	Yzaguirre	

**Motion carried unanimously.**

**Item #9 - Approve Line of Credit in an Amount Not to Exceed \$1,800,000 to Pacific Airworks Group, LLC (formerly Baysys West, LLC)**

Mr. Donald L. Rogers, Interim Executive Director gave a statement about the impact that the line of credit extension would have on the Inland Valley Development Agency and airport operations. Initially, Pacific Airworks Group, LLC (PAG) would employ an anticipated eighty (80) individuals. If the line of credit is approved, Mr. Don Cardenas, Sr., Chief Financial Officer, PAG, and Mr. Don Cardenas, Jr., Vice President of Sales & Marketing, PAG, would move their two companies, currently located in San Diego, to SBD Airport. This move would include fifteen (15) employees from an aircraft parts

sales business and forty (40) employees from a machine shop. Mr. Rogers also noted that other companies currently located at SBD Airport would be impacted by this item. High Desert Interior, with forty (40) employees, Norton Aircraft Maintenance Services, Inc., and AeroPro all received referred business from Baysys West, LLC.

Co-Chair Josie Gonzales invited the representatives from Pacific Airworks Group, LLC, present in the audience to introduce themselves. The following individuals were present in the audience:

- Dale Stix, President
- Jose Gonzalez, Vice President
- Don Cardenas, Sr., Chief Financial Officer
- Don Cardenas, Jr., Vice President of Sales & Marketing

Councilmember Esther Estrada expressed concern with the tenth (10<sup>th</sup>) condition listed in the staff report as one of the conditions of approving the proposed line of credit. Co-Chair Josie Gonzales concurred with Councilmember Estrada. The Board requested wording be added to the recommended action to address this concern.

Accordingly, Mr. Timothy J. Sabo, Agency Counsel requested that the following wording be added to the end of the recommended action as stated in the staff report for Agenda Item No. 9: "...subject to final approval by the IVDA Board of the compliance with all conditions for the advance of the first loan to Pacific Airworks Group, LLC." By a consensus of the IVDA Board, the recommended action was revised as requested.

The record will reflect that Mayor Kelly J. Chastain requested that Board members receive quarterly financial reports from PAG. Mr. Donald L. Rogers assured Mayor Chastain and members of the Board that staff would be receiving monthly reports from PAG and in turn would bring quarterly reports to the Board.

**ACTION:** Approve Line of Credit in an amount not to Exceed \$1,800,000 to Pacific Airworks Group, LLC (formerly BaySys West, LLC), to be repaid commencing July 1, 2009, for a twenty-four (24) month period, subject to final approval by the IVDA Board of the compliance with all conditions for the advance of the first loan to Pacific Airworks Group, LLC.

<b>Motion</b>	<b>Second</b>	<b>Aye</b>	<b>Aye</b>	<b>Aye</b>
Petersen	Estrada	Chastain	Derry	Gonzales
<b>Aye</b>	<b>Aye</b>	<b>Aye</b>	<b>Aye</b>	
Johnson	Morris	Popescu	Yzaguirre	

**Motion carried unanimously.**

**Item #10 - Adopt Resolution No. 2009-02 of the Inland Valley Development Agency (IVDA) Pursuant to Health & Safety Code Section 33445; and Authorize a Grant in an Amount Not to Exceed \$2,721,900 to the San Bernardino International Airport Authority (SBIAA)**

**ACTION:** Adopt Resolution No. 2009-02 of the Inland Valley Development Agency (IVDA) Pursuant to Health and Safety Code Section 33445 Related to Certain Airport Budget Authorizations; (2) Transfer \$2,721,900 from the Debt Service Fund to the Capital Project Fund; and (3) Award a Grant in the amount of \$2,721,900 to the San Bernardino International Airport Authority in accordance with the 2008-09 adopted budget.

<b>Motion</b>	<b>Second</b>	<b>Aye</b>	<b>Aye</b>	<b>Aye</b>
Petersen	Estrada	Chastain	Derry	Gonzales
<b>Aye</b>	<b>Aye</b>	<b>Aye</b>	<b>Aye</b>	
Johnson	Morris	Popescu	Yzaguirre	

**Motion carried unanimously.**

**G. ADDED AND DEFERRED ITEMS**

There were no added or deferred items.

**H. PUBLIC COMMENT**

There were no public comments.

**I. CLOSED SESSION**

There was no closed session.

**J. ADJOURN MEETING**

There being no further business before the Board at this session, Co-Chair Josie Gonzales declared the meeting adjourned at 4:09 p.m.

**Minutes approved at a Regular Meeting on February 11, 2009.**

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**Amelia Alanis**  
**Assistant Clerk of the Board**