

MINUTES OF MEETING

RHODE ISLAND AIRPORT CORPORATION

BOARD OF DIRECTORS

WEDNESDAY, MAY 30, 2007

4:00 P.M.

**IN THE CONFERENCE ROOM, 2220 SOUTH COUNTY TRAIL
EAST GREENWICH, RHODE ISLAND**

The meeting of the Rhode Island Airport Corporation (“Corporation”) Board of Directors was called to order by Chair, Kathleen C. Hittner, M.D., at 4:15 p.m., in the Conference Room, at 2220 South County Trail, East Greenwich, Rhode Island, in accordance with the notice duly posted pursuant to the Open Meetings Law.

BOARD MEMBERS PRESENT: Kathleen Hittner, M.D; James Forte; Joseph Cianciolo; Robert Sangster; Joseph Larisa (arrived at 4:40 p.m.).

BOARD MEMBER ABSENT: Michael Traficante.

ALSO PRESENT: Mark Brewer, A.A.E., President and CEO; Peter Frazier, General Counsel; Brian C. Schattle, Chief Financial Officer; Marci A. Greenberger, A.A.E., Senior Vice President of Operations and Maintenance; and those members listed on the attendance sheet attached hereto.

1. Approval of the Minutes:

A motion was made by Mr. Sangster and seconded by Mr. Cianciolo to approve the minutes of the Board Meeting of April 11, 2007. The motion was passed unanimously.

2. Open Forum:

Dr. Hittner asked if anyone present wanted to speak in Open Forum. No one came forward.

3. Report from Chair, Board of Directors:

There was no report.

4. Report from President and CEO:

Mr. Brewer reported that passenger numbers were down 7.2% versus April 2006, and down 8.1% year to date. Mr. Brewer reported that this continues to be the trend at all of the regional airports.

Mr. Brewer reported that Southwest Airlines had announced that they would be adding an additional flight to Fort Lauderdale on June 4, 2007.

Mr. Brewer reported that RIAC's Air Service Consultant, InterVISTAS

will be here on June 1, 2007 to prepare for airline meetings at JumpStart.

Mr. Brewer reported that he had recently accepted a \$10M Federal Grant from the FAA for the Phase VII Voluntary Land Acquisition Program.

Mr. Brewer reported that the staff is focusing on the FY08 Budget. A meeting is scheduled with the Airline Airport Affairs Committee on June 7, 2007 to review the FY08 budget and its implications on rates and charges.

Mr. Brewer reported that RIAC is hosting a joint NASAO/FAA meeting in Newport on May 31, 2001 and June 1, 2001 where the focus will be on national and regional aviation issues. Mr. Brewer reported that in attendance will be all of the six New England State Aviation Directors, the FAA Regional Administrator and the FAA's Airports Division Manager and several of her key staff.

Mr. Forte asked Mr. Brewer when the RIAC administrative personnel would be moving back to the terminal. Mr. Brewer reported that the first day in the new administrative space will be July 23, 2007.

5. Legislative Report:

Mr. Licht gave a legislation update. There was specific discussion of the air quality monitoring act, and the proposed amendment to the act in relation to long term air quality monitoring.

6. Operations and Capital Committee Report:

6.1 Discussion Item:

(a) Discussion on Lottery.

Mr. Schattle gave an overview of the issue reporting that staff had received a call from the State Lottery concerning the placement of Keno in the restaurant/lounges in the airport. There was general discussion of this and the consensus was that this issue needed further analysis. Staff was directed to get a proforma from the State Lottery for review and consideration by the Board.

6.2 Action Item:

(a) Consideration of and Action Upon Potential Additional Runway 5-23 Options for the EIS Alternatives Analysis.

Ms. Carol Lurie from VHB, gave an overview of the EIS analysis to date and reported that the EIS project team has identified two additional conceptual options for Runway 5-23; an 8700 foot runway option and an 8300 foot option. Both concepts reduce potential environmental impacts and could most likely be constructed at a significant cost savings relative to the current extension alternatives. Ms. Lurie made a presentation to the Board that showed an analysis of the two concepts and relative benefits and limitations of the

conceptual options. After review of the analysis the recommendation of the Board was that the 8700 foot Runway 5-23 concept option, appears to provide potential significant environmental and cost benefits while also potentially providing an appropriate level of service to accommodate current and anticipated aviation service demand as stated in the EIS Purpose and Need Statement.

A motion was made by Mr. Sangster and seconded by Mr. Forte to approve the following resolution:

WHEREAS, the Board of Directors (Board) has been presented with and has reviewed the detailed analysis of the environmental consequences of the five Airport Improvement Program Alternatives under review in the Environmental Impact Statement (EIS), as well as preliminary cost data for each of the same Program Alternatives; and

WHEREAS, the EIS project team has identified two additional conceptual options for Runway 5-23 that reduce potential environmental impacts and that could likely be constructed at a significant cost savings relative to the current Runway 5-23 extension alternatives; and

WHEREAS, the EIS project team and the Rhode Island Airport Corporation (RIAC) have presented the Board with an analysis of the relative benefits/limitations of these two conceptual options; and

WHEREAS, based upon its review of this analysis, and other factors deemed relevant, the Board hereby finds and determines that:

- an 8700 foot Runway 5-23 concept option appears to provide potential significant environmental and cost benefits while also potentially providing an appropriate level of service to accommodate current and anticipated aviation service demand as generally stated in the EIS Purpose and Need Statement; and

- an 8300 foot Runway 5-23 conceptual option will not produce the level of service benefits sought to be achieved through the Airport Improvement Program as generally stated in the EIS Purpose and Need Statement and will provide only limited potential environmental and costs savings benefits over those provided by an 8700 foot Runway 5-23 alternative.

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the Board authorizes and directs staff to coordinate with the Federal Aviation Administration (FAA) to add the 8700 foot Runway 5-23 conceptual option to the five Alternatives under review in the EIS, if approved and directed by FAA, and to work with FAA and the EIS project team prime consultant, Vanasse Hangen Brustlin, Inc., to develop a cost proposal/amendment to the contract for presentation to and consideration by the Board at a future meeting.

The motion was passed unanimously.

6.3. Consent Agenda Items:

Mr. Forte reported that the Committee had met one hour prior to the Board Meeting and that there were items on the Consent Agenda for approval by the Board. Mr. Forte noted that item (I) was removed from the agenda.

A motion was made by Mr. Forte and seconded by Mr. Cianciolo to approve the items on the Consent Agenda. The motion was passed unanimously.

(a) Consideration of and Action Upon Proposed Acquisition of Certain Property Including an Office Building Adjacent to T. F. Green Airport.

WHEREAS, the Rhode Island Airport Corporation (RIAC) is a public corporation organized as a subsidiary of the Rhode Island Economic Development Corporation (RIEDC), a public corporation, governmental agency and public instrumentality of the state of Rhode Island; and

WHEREAS, RIAC is responsible for the operation and maintenance of the state's airport system; and

WHEREAS, through a certain Lease and Operating Agreement with

the state of Rhode Island dated June 25, 1993, as amended, RIAC maintains and operates T. F. Green Airport in Warwick, Rhode Island; and

WHEREAS, Joni Auto Rentals, Inc. (Joni) wishes to sell and RIAC wishes to purchase certain property including an office building for a price of approximately \$665,000, subject to the terms and conditions of a Purchase and Sale Agreement to be drafted by RIAC's legal counsel; and

WHEREAS, the purchase price of the property and the building is appropriate based on the results of an independent appraisal conducted by RIAC; and

WHEREAS, the purchase will initially be funded with General Purpose Funds with potential reimbursement from the proposed Fiscal Year 2008 bond issuance; and

WHEREAS, RIAC and the RIEDC have passed inducement resolutions in April 2007, pursuant to Treasury Regulation § 1.150-2, to allow for the reimbursement of certain expenditures, such as this purchase, prior to the issuance of the proposed Fiscal Year 2008 bond.

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the Board authorizes the President and CEO, or his designee, to execute a Purchase and Sale Agreement with Joni Auto Rentals, Inc. containing terms and conditions as prepared by RIAC's legal counsel for purchase of certain property including an office building adjacent to T. F. Green Airport.

(b) Consideration of and Action Upon Award of Precast Concrete Contract for the Intermodal Facility Project.

WHEREAS, the Rhode Island Airport Corporation (RIAC) has a Capital Improvement Program (CIP) project to construct an Intermodal Facility; and

WHEREAS, this project is budgeted in RIAC's CIP in the amount of \$222,456,000 with funding through the Series 2006 First Lien Bond proceeds, proceeds from the Transportation Infrastructure Finance and Innovation Act (TIFIA) loan, Federal Highway Administration (FHWA) Grants, State of Rhode Island Grants and Customer Facility Charges (CFCs); and

WHEREAS, on May 9, 2007, Gilbane Building Company (Gilbane) received and opened two sealed bids for precast concrete for the Intermodal Garage, in accordance with RIAC's Procurement Rules and Regulations; and

WHEREAS, submittals were received from Blakeslee Prestressed Concrete (Blakeslee) and Unistress Corporation (Unistress); and

WHEREAS, Blakeslee's proposal was in the amount of \$44,150,000 and met the project requirements; and

WHEREAS, the Unistress proposal was in the amount of \$52,852,000 and was not considered due to their non-compliance with the project schedule; and

WHEREAS, Blakeslee has been requested to provide additional insurance limits to respond to certain federal, state and Amtrak requirements; and

WHEREAS, the cost of this additional insurance may increase the cost of this contract by \$1,000,000; and

WHEREAS, as a layer of protection for RIAC, a cancellation fee has been requested to estimate the cost of canceling the order on or before November 30, 2007; and

WHEREAS, a cancellation fee of up to \$5,600,000 will be payable if the project is cancelled on or before November 30, 2007; and

WHEREAS, Gilbane recommends, and RIAC staff agrees, award of the precast design-assistance contract to Blakeslee in an amount

not-to-exceed \$45,150,000 with a cancellation clause valued up to \$5,600,000.

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the Board authorizes the President and CEO, or his designee, to execute appropriate documents to enable Gilbane to enter into a design-assist Contract Agreement for precast concrete for the Garage portion of the Warwick Intermodal Facility Project in an amount not-to-exceed \$45,150,000 (to include a cancellation clause in the amount of \$5,600,000, subject to Federal Highway Administration and Rhode Island Department of Transportation approvals.

(c) Consideration of and Action Upon Approval to Enter into a Professional Services Agreement to Provide Services Related to an Owner Controlled Insurance Program to Cover the Intermodal Facility Project.

WHEREAS, the Rhode Island Airport Corporation (RIAC) has a Capital Improvement Program (CIP) project to construct an Intermodal Facility; and

WHEREAS, this project is budgeted in RIAC's CIP in the amount of \$222,456,000 with funding through the Series 2006 First Lien Bond proceeds, proceeds from the Transportation Infrastructure Finance and Innovation Act (TIFIA) loan, Federal Highway Administration

(FHWA) Grants, State of Rhode Island Grants and Customer Facility Charges (CFCs); and

WHEREAS, RIAC issued a Request for Proposals (RFP) in March 2007; and

WHEREAS, RIAC formed a Selection Committee (Committee) for the purpose of (a) reviewing proposals from candidates and (b) making a selection recommendation to RIAC's Board of Directors; and

WHEREAS, RIAC received five timely responses to the solicitation; and

WHEREAS, on April 27, 2007 three firms, Aon, Marsh and Willis, were selected to move onto the interview phase of this selection process; and

WHEREAS, on May 3, 2007, the Committee (a) conducted interviews of the candidates and (b) individually scored the candidates based on their proposals and respective interviews; and

WHEREAS, based on the individual scoring, the Committee recommends that Willis be awarded the Professional Services Agreement (PSA) for professional insurance brokerage and project administration services for an OCIP to cover the Intermodal Facility Project; and

WHEREAS, RIAC received a scope and fee in the amount of \$335,000 to provide OCIP brokerage/administrative services for the Intermodal Facility Project based on an anticipated construction period of 28 months; and

WHEREAS, all other potential broking services related to the project (i.e. Builders Risk, Pollution Legal Liability, etc.) would be based on a commission arrangement (generally between 10-15%).

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the Board authorizes the President and CEO, or his designee, to negotiate and execute a Professional Service Agreement with Willis in an amount not-to-exceed \$335,000 to provide OCIP brokerage/administrative services and a commission arrangement of 10-15% for other broking services related to the Intermodal Facility project, subject to Federal Highway Administration and Rhode Island Department of Transportation approvals.

(d) Consideration of and Action Upon Closure of Above-Ground Fuel Storage Tanks, Quonset Steam Plant, Quonset State Airport, North Kingstown, RI.

WHEREAS, conditions and agreements contained in a Management Contract for operation of the "Revenue Producing Parcel" at the

Quonset State Airport entered into by and between the Rhode Island Port Authority (RIPA) and Economic Development Corporation (RIEDC) and the Rhode Island Department of Transportation (RIDOT) mandate that certain expenses of the Quonset Steam Plant be paid by funds available from revenues generated by the parcel; and

WHEREAS, the Rhode Island Airport Corporation (RIAC) as Lessee of the Quonset State Airport have been informed by the current Management Agent, the Quonset Development Corporation (QDC), that the Rhode Island Department of Environmental Management (RIDEM) is requiring the closure of two above-ground storage tanks (ASTs) at the steam plant; and

WHEREAS, in complying with RIDEM's closure request, QDC wishes to complete the requirements necessary to properly decommission the ASTs utilizing revenues from the "Revenue Producing Parcel".

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the Board authorizes the President and CEO, or his designee, to enable QDC to proceed with the closure of the Quonset Steam Plant ASTs as per RIDEM requirements, by contracting with Fleet Environmental Services, LLC, utilizing revenues from the "Revenue Producing Parcel", with oversight and cost verification of the closure process being provided by RIAC's Environmental Department.

(e) Consideration of and Action Upon Approval of Contract for Aircraft Towing Tugs for North Central and Quonset Airports.

WHEREAS, the Rhode Island Airport Corporation (RIAC) is responsible for the maintenance and operation of airport facilities at the six Rhode Island airports; and

WHEREAS, it has been determined that there is a need for two aircraft towing tugs to be used at North Central and Quonset Airports; and

WHEREAS, RIAC issued an Invitation for Bids (IFB) for the acquisition of two aircraft towing tugs pursuant to RIAC's Procurement Rules and received two bids on March 29, 2007; and

WHEREAS, the bid submissions were evaluated to determine both responsiveness and responsibility; and

WHEREAS, as a result of this evaluation, the recommendation is to award a Contract to Harlan Global Manufacturing, LLC in the amount of \$89,100 for the acquisition of these vehicles; and

WHEREAS, RIAC has a Fiscal Year budget which provides funding in the amount of \$76,624 for these purchases through its Operating Capital budget with the remaining \$12,476 to be funded through the General Purpose Fund.

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the Board hereby authorizes the President and CEO, or his designee to execute a Contract for the acquisition of two aircraft tow tugs with Harlan Global Manufacturing, LLC in the amount of \$89,100.

(f) Consideration of and Action Upon Approval of a Professional Services Agreement for a Baggage Handling System Operator at T. F. Green Airport.

WHEREAS, the Rhode Island Airport Corporation (RIAC) issued a Request for Qualifications (RFQ) for a Baggage Handling System Operator pursuant to RIAC's Procurement Rules; and

WHEREAS, a Selection Committee was formed to evaluate the seven responses to the RFQ; and

WHEREAS, based on the qualifications received the Selection Committee conducted interviews with three of the firms (ERMC, FMC Technologies and Linc Facility Services); and

WHEREAS, based on these interviews and a review of the proposals the Selection Committee recommends Linc Facility Services to perform the Baggage Handling System Operator services at T. F. Green Airport.

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

1. That the Board authorizes the President and CEO, or his designee, to enter into contract negotiations with Linc Facility Services to provide Baggage Handling System Operator services for T. F. Green Airport.

2. Upon completion of negotiations, a final contract will be brought before the Operations and Capital Committee for review and submitted to the Board for approval.

(g) Consideration of and Action Upon Approval of a Consultant Task Order for the Voluntary Land Acquisition Program (Phase 7) Project at T. F. Green Airport.

WHEREAS, the Rhode Island Airport Corporation (RIAC) has entered into a Professional Services Agreement (PSA) with O R Colan Associates of FL, LLC (O R Colan) to provide on-call land acquisition and relocation services for noise mitigation and aviation easement acquisition for obstruction removal services; and

WHEREAS, RIAC has negotiated a scope and fee with O R Colan to perform acquisition and relocation services associated with the Voluntary Land Acquisition Program (Phase 7) at T. F. Green Airport in the amount of \$2,055,169; and

WHEREAS, this project is included in the proposed RIAC Fiscal Year 2008 Capital Improvement Program (CIP) budget in the amount of \$12,560,000; and

WHEREAS, this Task Order will be funded 80% (\$1,644,135) through the Federal Aviation Administration (FAA) under AIP No. 3-44-0003-80-2007 with RIAC's 20% (\$411,034) matching share initially funded through the General Purpose Fund with reimbursement from the proposed Fiscal Year 2008 bond issuance.

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the Committee hereby authorizes the President and CEO, or his designee, to execute a Task Order with O R Colan to provide acquisition and relocation services associated with Voluntary Land Acquisition Program (Phase 7) at T. F. Green Airport in the amount of \$2,055,169, subject to Board approval and receipt of a federal grant offer.

(h) Consideration of and Action Upon Approval of Construction Contract for the Rehabilitation of Taxiway C Project at Newport Airport.

WHEREAS, a competitive bidding process was undertaken according to the Rhode Island Airport Corporation's (RIAC) procurement rules for the Rehabilitation of Taxiway C Project at Newport Airport and

three bids were received; and

WHEREAS, the firm of McFarland Johnson, Inc. (MFJ), serving as RIAC's Design Consultant for this project, has determined that Cardi Corporation (Cardi) submitted the lowest responsive bid in the amount of \$469,363; and

WHEREAS, MFJ recommends that Cardi be awarded the Construction Contract for this project and RIAC staff agrees; and

WHEREAS, the project is included in the proposed Fiscal Year 2008 Capital Improvement Program (CIP) budget in the amount of \$900,000; and

WHEREAS, this contract will be funded 95% (\$445,895) through the Federal Aviation Administration (FAA) under AIP No. 3-44-0002-15-2007 with the 5% (\$23,468) matching share through the General Purpose Fund.

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the Board authorizes the President and CEO, or his designee, to execute a Construction Contract with Cardi for the Rehabilitation of Taxiway C Project at Newport Airport in the amount of \$469,363, subject to receipt of a federal grant offer.

(i) Consideration of and Action Upon Approval of a Consultant Task Order for the Aircraft Hangar Relocation Project at Block Island Airport.

WHEREAS, the Rhode Island Airport Corporation (RIAC) entered into a Professional Services Agreement (PSA) with Jacobs Edwards & Kelcey, Inc. (JEK) to provide on-call architectural and engineering services; and

WHEREAS, RIAC has received a scope and fee from JEK to provide design phase services associated with the Aircraft Hangar Relocation Project at Block Island Airport in the amount of \$81,772 and staff is currently conducting negotiations; and

WHEREAS, this project is included in the proposed Fiscal Year 2008 Capital Improvement Program (CIP) budget in the amount of \$1,600,000; and

WHEREAS, in an effort to reduce costs this project is being moved forward to Fiscal Year 2007 in order to incorporate this work into the bid documents associated with the New Terminal Building Project at Block Island Airport; and

WHEREAS, this Task Order will initially be funded through the General Purpose Fund with reimbursement from the proposed Fiscal Year 2008 bond issuance.

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the Board hereby authorizes the President and CEO, or his designee, to negotiate and execute a Task Order with JEK to provide design phase services for the Aircraft Hangar Relocation Project at Block Island Airport in an amount not-to-exceed \$81,772.

(j) Consideration of and Action Upon Acquisition of a Hangar and Certain Equipment at North Central Airport.

WHEREAS, the Rhode Island Airport Corporation (RIAC) is a public corporation organized as a subsidiary of the Rhode Island Economic Development Corporation (RIEDC), a public corporation, governmental agency, and public instrumentality of the state of Rhode Island; and

WHEREAS, RIAC is responsible for the operation and maintenance of the state's airport system; and

WHEREAS, through a certain Lease and Operating Agreement with the state of Rhode Island dated June 25, 1993, as amended, RIAC maintains and operates North Central Airport in Smithfield, Rhode Island; and

WHEREAS, RIAC subleases a certain parcel of approximately sixty

thousand square feet at North Central Airport to Aeroserv Express Inc. (Aeroserv) pursuant to a certain Amended and Restated Lease dated May 5, 2003, as amended; and

WHEREAS, pursuant to the Lease, Aeroserv constructed a commercial aircraft hangar and operated a commercial aircraft hangar business from the leased premises; and

WHEREAS, RIAC and Aeroserv desire to terminate the Lease, Aeroserv wishes to sell, and RIAC wishes to purchase the hangar and certain equipment therein for a price of \$2,600,000, all subject to the terms and conditions including the release of certain claims between the parties, of a Purchase of Assets Agreement; and

WHEREAS, the purchase price of the hangar and certain equipment is appropriate based on the results of an independent appraisal conducted by RIAC; and

WHEREAS, the purchase will initially be funded with General Purpose Funds with potential reimbursement from the proposed Fiscal Year 2008 bond issuance; and

WHEREAS, RIAC and the RIEDC passed inducement resolutions in April 2007, pursuant to Treasury Regulation § 1.150-2, to allow for the reimbursement of certain expenditures, such as this purchase, prior to the issuance of the proposed Fiscal Year 2008 bond; and

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the Board authorizes the President and CEO, or his designee, to execute a Purchase of Assets Agreement substantially the form as presented with Aeroserv Express Inc. for purchase of a hangar and certain equipment at North Central Airport subject to the satisfactory completion of the due diligence and verification of the seller's representations and warranties.

(k) Consideration of and Action Upon Consultant Task Order Amendment for Construction Phase Services Associated with the Reconstruct, Mark and Light Taxiway A Project at North Central Airport AND Consideration of and Action Upon Approval of Construction Contract for the Reconstruct, Mark and Light Taxiway A Project at North Central Airport.

WHEREAS, the Rhode Island Airport Corporation (RIAC) entered into a Task Order with HNTB Corporation (HNTB) to provide design and bid phase services associated with the Reconstruct, Mark and Light Taxiway A Project at North Central Airport; and

WHEREAS, RIAC has received a scope and fee from HNTB to provide construction administration services in the amount of \$155,944 and is currently conducting negotiations; and

WHEREAS, the project is included in the proposed Fiscal Year 2008 Capital Improvement Program (CIP) budget in the amount of \$1,136,842; and

WHEREAS, this Task Order amendment will be funded 95% (\$148,147) through the Federal Aviation Administration (FAA) as part of the Airport Improvement Program (AIP) under AIP No. 3-44-0004-17-2007 with the 5% (\$7,797) matching share funded through the 2005 Revenue Bonds.

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the Board authorizes the President and CEO, or his designee, to negotiate and execute a Task Order amendment with HNTB Corporation to provide construction administration services for the Reconstruct, Mark and Light Taxiway A Project at North Central Airport in an amount not-to-exceed \$155,944, subject to receipt of a federal grant offer.

WHEREAS, a competitive bidding process was undertaken according to the Rhode Island Airport Corporation's (RIAC) procurement rules for the Reconstruct, Mark and Light Taxiway A Project at North Central Airport and three bids were received; and

WHEREAS, the firm of HNTB Corporation (HNTB), serving as RIAC's design consultant for this project, determined that J H Lynch & Sons

(Lynch) submitted the lowest responsive bid in the amount of \$520,950; and

WHEREAS, HNTB recommends that Lynch be awarded the Construction Contract for this project and RIAC staff agrees; and

WHEREAS, the project is included in the proposed Fiscal Year 2008 Capital Improvement Program (CIP) budget in the amount of \$1,136,842; and

WHEREAS, this contract will be funded 95% (\$494,902) through the Federal Aviation Administration (FAA) under AIP No. 3-44-0004-17-2007 with the 5% (\$26,048) matching share through the 2005 Revenue Bonds.

NOW, THEREFORE, IT IS HEREBY RESOLVED AS FOLLOWS:

That the board hereby authorizes the President and CEO, or his designee, to execute a Construction Contract with Lynch for the Reconstruct, Mark and Light Taxiway A Project at North Central Airport in the amount of \$520,950, subject to receipt of a federal grant offer.

(I) Consideration of and Action Upon Approval of Agreement Between the Rhode Island Airport Corporation and the Rhode Island State Council on the Arts for the Public Art Selection Program at T. F.

Green Airport, Quonset Airport and Block Island Airport.

This item was removed from the agenda.

7. Finance and Audit Committee Report:

There was no report.

8. Compensation Committee Report:

There was no report.

9. Executive Session:

(a) Collective Bargaining (CBA Agreement Status, Third Party Contracts and Arbitration Update) – R.I.G.L. § 42-46-5(a)(2).

(b) Pending Litigation (Parking) and Potential Litigation (EIS, Air Monitoring, GA Tenant, and Three Additional Potential Litigation Matters) - R.I.G.L. § 42-46-5(a)(2).

(c) Security (Deployment) – R.I.G.L. § 42-46-5(a)(3).

(d) Personnel (Job Performance) - R.I.G.L. § 42-46-5(a)(1).

(e) Investment of Public Funds Where Premature Disclosure Would be

Detrimental to the Public Interest (Dooney) - R.I.G.L. § 42-46-5(a)(7).

At approximately 5:00 p.m., a motion was made by Mr. Forte and seconded by Mr. Cianciolo to go into Executive Session. By the following vote the motion was passed unanimously.

YEAS: Kathleen Hittner, M.D.

James Forte

Joseph Cianciolo

Robert Sangster

Joseph Larisa

NAYS: None

ABSTAIN: None

At approximately 7:25 p.m., a motion was made by Mr. Forte and seconded by Mr. Cianciolo to reconvene to the Open Session. The motion was passed unanimously.

A motion was made by Mr. Forte and seconded by Mr. Cianciolo to seal the minutes of the Executive Session in accordance with R.I.G.L. § 42-46-4. By the following vote the motion was passed unanimously:

YEAS: Kathleen Hittner, M.D.

James Forte

Joseph Cianciolo
Robert Sangster
Joseph Larisa

NAYS: None

ABSTAIN: None

10. Future Meetings:

The next meeting will be held on Wednesday, June 20, 2007, at 4:00 p.m., in the Conference Room at 2220 South County Trail, East Greenwich, Rhode Island.

11. Adjournment:

At approximately 7:30 pm a motion was made by Mr. Forte and seconded by Mr. Cianciolo to adjourn the meeting. The motion was passed unanimously.

Respectfully submitted,

Kathleen C. Hittner, M.D. Chair
Rhode Island Airport Corporation

**ATTENDANCE SHEET
RHODE ISLAND AIRPORT CORPORATION
BOARD OF DIRECTORS MEETING
MAY 30, 2007**

NAME AFFILIATION

Doug Dansereau RIAC

Bruce Wilde RIAC

Patti Goldstein RIAC

Brenda Pope RIAC

Ahmed Shihadeh RIAC

Steve Tibbetts Landmark Aviation

Richard Licht Tillinghast Licht

Steve Whitney Senate Fiscal Office

Robert Goff The Parking Company

Carol Lurie VHB

John Feinstein VHB

John Silva FAA

John Tarantino APS

Cynthia Needham Providence Journal

Matt Bower Warwick Daily Times

Russell Moore The Warwick Beacon

Michael Zaram Citizen

The minutes of the Executive Session of the Board of Directors Meeting of May 30, 2007 have been sealed in accordance with R.I.G.L. § 42-46-4.