

**MINUTES
REGULAR COMMISSION MEETING
THE PORT OF PORTLAND
January 8, 2014**

Following due notice to the public, the regular meeting of the Board of Commissioners of the Port of Portland was held at 9:30 a.m. in the Chinook conference room of the Port's administrative offices located at 7200 NE Airport Way.

An audio recording was made of these proceedings. The recording, and the full Commission agenda, is available by contacting the Port of Portland administrative offices, 7200 N.E. Airport Way, Portland, Oregon 97218. The following written minutes constitute a summary of the proceedings.

QUORUM

Commissioners present were Jim Carter, President, presiding; Peter Bragdon; Tom Chamberlain; Diana Daggett; Bruce Holte; Bob Levy; Linda Pearce; Paul Rosenbaum and Tom Tsuruta. Also present were Bill Wyatt, Executive Director, participating staff members and members of the public.

MINUTES

Commissioner Carter called for a motion to approve the minutes of the Regular Commission Meeting of December 11, 2013. Commissioner Chamberlain moved to approve the minutes. Commissioner Levy seconded the motion, which was put to a voice vote. Commissioners Bragdon, Carter, Chamberlain, Daggett, Holte, Levy, Pearce, Rosenbaum and Tsuruta voted in favor of the motion.

EXECUTIVE DIRECTOR'S REPORT

Bill Wyatt addressed the Commission and audience. He began with a reminder that the formal Executive Director report is attached to the Commission packet which is mailed in advance of the meeting, and that he uses this opportunity to reflect on events of interest that have occurred over the course of the last month.

Mr. Wyatt's comments covered the following general topics:

- Upcoming Oregon legislative session and the prospect that the legislature will act on the Columbia River Crossing project;
- Portland International Airport (PDX) holiday travel and new air service announcements from Southwest Airlines;
- Port representation on the Multnomah County Drainage District;
- Labor dispute and productivity issues at Terminal 6;
- Uncertainty about the Hanjin service and whether or not they will continue calling Portland;
- West Hayden Island annexation into the City of Portland and the Port's decision to withdraw its application.

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Commissioner Carter called for a motion to approve the Executive Director's Report. Commissioner Daggett moved to approve the Executive Director's Report. Commissioner Chamberlain seconded the motion, which was put to a voice vote. Commissioners Bragdon, Carter, Chamberlain, Daggett, Holte, Levy, Pearce, Rosenbaum and Tsuruta voted in favor of the motion.

PUBLIC COMMENT

Floyd Sandoval, HSS security officer, and Will Layng, Property Services Organizing Director for Service Employees International Union (SEIU), Local 49, read for the record the attached statements pertaining to the HSS/SEIU organizing effort at PDX and the Port's Request for Proposals for a new security contractor.

Commissioners Chamberlain and Holte asked questions of Mr. Sandoval and Commissioner Holte commented on the subject of the organizing effort.

Mike Lanam, Sr. Vice President of HSS, also spoke about the organizing efforts by SEIU and addressed the allegations made by Mr. Sandoval.

Janie Alsobrooks, HSS Director of Operations, discussed the employee outreach and communications that has occurred since the November 2013 Commission meeting, as well as the results from the last employee satisfaction survey.

Mike Stanton, Vice President and incoming President of International Longshore and Warehouse Union (ILWU), Local 8, addressed the Commission regarding the labor dispute between Columbia Grain and ILWU.

Commissioners Chamberlain and Holte asked questions of Mr. Stanton, and commented on the subject of the current labor disputes. Commissioner Holte requested the Port Commission send a letter to Columbia Grain and ILWU requesting both sides negotiate in good faith to reach a resolution.

Commissioner Holte made a motion to adopt a recommendation to send a letter on behalf of the Port Commission to the ILWU and Columbia Grain encouraging them to work together cooperatively to resolve their differences at the bargaining table, similar to the letter sent in June 2013. Commissioner Chamberlain seconded the motion, which was put to a voice vote. Commissioners Bragdon, Carter, Chamberlain, Daggett, Holte, Levy, Pearce, Rosenbaum and Tsuruta voted in favor of the motion.

GENERAL DISCUSSION

2014 Port of Portland Transportation Improvement Plan

Susie Lahsene, Regional Transportation and Land Use Manager, provided a brief overview of the projects included in the 2014 Port Transportation Improvement Plan (PTIP), which is an annual review of our long-range transportation needs for our facilities and industrial properties, as well as a prioritization of projects to submit for grant funding.

Public Hearing

Commissioner Carter opened a public hearing for the purpose of taking testimony on the 2014 Port of Portland PTIP.

Hearing no comments, Commissioner Carter closed the public hearing and noted that no action was required at this time. He said the PTIP will be back before the Commission for approval at the February 12, 2014, meeting.

Transportation Security Administration Update

Mike Irwin, Federal Security Director, Oregon/Regional Director, provided a brief update on the Transportation Security Administration's (TSA) work at PDX. Mr. Irwin spoke about how TSA continually strives to provide a secure, safe environment, while also seeking to improve passenger screening wait times.

Commissioner Carter, Bill Wyatt and Vince Granato, Chief Operating Officer, complimented Mr. Irwin on his leadership, spoke highly of the PDX TSA agents, and noted the positive relationship between TSA and the Port.

ACTION ITEMSAgenda Item No. 1

DESIGNATION OF THE PORT OF PORTLAND'S REPRESENTATIVE FOR MULTNOMAH COUNTY DRAINAGE DISTRICT

This agenda item requested approval to designate Philip Ralston as the Port of Portland's agent and representative with the authority to exercise the Port's rights as a landowner within the Multnomah County Drainage District.

Philip Ralston presented the Executive Director's recommendations as follows:

BE IT RESOLVED, That Philip Ralston, General Manager, Environmental Operations, is designated as the Port of Portland's representative for acting on the Port's behalf as a landowner within the Multnomah County Drainage District effective January 9, 2014; and

BE IT FURTHER RESOLVED, That all previous registered agent designations be rescinded; and

BE IT FURTHER RESOLVED, That the Executive Director or his designee is authorized to execute the necessary documents on behalf of the Port of Portland Commission in a form approved by counsel.

Commissioner Carter called for a motion to approve the Executive Director's recommendations. Commissioner Holte moved that the Executive Director's recommendations be approved. Commissioner Bragdon seconded the motion, which was put to a voice vote. Commissioners Bragdon, Carter, Chamberlain, Daggett, Holte, Levy, Pearce, Rosenbaum and Tsuruta voted in favor of the motion.

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Agenda Item No. 2

PERSONAL SERVICES CONTRACT – TERMINAL GREASE SEPARATION PROJECT – PORTLAND INTERNATIONAL AIRPORT

This agenda item requested approval to award a personal services contract to Carleton/Hart Architecture, P.C. in the amount of \$598,000 for design services related to the Terminal Grease Separation project at Portland International Airport.

Stan Snyder presented the Executive Director's recommendations as follows:

BE IT RESOLVED, That approval is given to award a personal services contract for the design of the Terminal Grease Separation project at Portland International Airport to Carleton/Hart Architecture, P.C., in accordance with its proposal; and

BE IT FURTHER RESOLVED, That the Executive Director or his designee is authorized to execute the necessary documents on behalf of the Port of Portland Commission in a form approved by counsel.

Commissioner Carter called for a motion to approve the Executive Director's recommendations. Commissioner Daggett moved that the Executive Director's recommendations be approved. Commissioner Bragdon seconded the motion, which was put to a voice vote. Commissioners Bragdon, Carter, Chamberlain, Daggett, Levy, Pearce, Rosenbaum and Tsuruta voted in favor of the motion. Commissioner Holte was not present for the vote.

Agenda Item No. 3

GROUND LEASE AND EASEMENT – PORTLAND FUELING FACILITIES CORPORATION – PORTLAND INTERNATIONAL AIRPORT

This agenda item requested approval of a ground lease and easement and ancillary documents with the Portland Fueling Facilities Corporation for premises located at the Portland International Airport.

Matthew Hoffman presented the Executive Director's recommendations as follows:

BE IT RESOLVED, That approval is given to enter into a ground lease and easement and ancillary documents with Portland Fueling Facilities Corporation, for certain premises located at Portland International Airport, consistent with the terms presented to the Commission; and

BE IT FURTHER RESOLVED, That the Executive Director or his designee is authorized to execute the necessary documents on behalf of the Port of Portland Commission in a form approved by counsel.

Commissioner Carter called for a motion to approve the Executive Director's recommendations. Commissioner Bragdon moved that the Executive Director's recommendations be approved. Commissioner Rosenbaum seconded the motion, which was put to a voice vote. Commissioners Bragdon, Carter, Chamberlain, Daggett, Levy, Pearce, Rosenbaum and Tsuruta voted in favor of the motion. Commissioner Holte was not present for the vote.

Agenda Item No. 4

GROUND AND FACILITY LEASE – AIRCRAFT SERVICE INTERNATIONAL, INC. – PORTLAND INTERNATIONAL AIRPORT

This agenda item requested approval of a ground and facility lease with Aircraft Service International, Inc., for certain premises located at Portland International Airport.

Matthew Hoffman presented the Executive Director’s recommendations as follows:

BE IT RESOLVED, That approval is given to enter into a ground and facility lease and certain other supporting agreements with Aircraft Services International, Inc., at Portland International Airport, consistent with the terms presented to the Commission; and

BE IT FURTHER RESOLVED, That the Executive Director or his designee is authorized to execute the necessary documents on behalf of the Port of Portland Commission in a form approved by counsel.

Commissioner Carter called for a motion to approve the Executive Director’s recommendations. Commissioner Rosenbaum moved that the Executive Director’s recommendations be approved. Commissioner Levy seconded the motion, which was put to a voice vote. Commissioners Bragdon, Carter, Chamberlain, Daggett, Levy, Pearce, Rosenbaum and Tsuruta voted in favor of the motion. Commissioner Holte was not present for the vote.

The meeting adjourned at 11:23 a.m.

President

Assistant Secretary

Date Signed

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Floyd Sandoval statement for Port Commission 1/8/13

Good morning President Carter and members of the Port Commission, my name is Floyd Sandoval. I'm a security officer with HSS working at the Airport, I've been working at PDX for five years.

I'm here today to update you on some troubling developments in our airport. On Monday of this week my coworker, Paul Shirey (who is here today), and I filed an Unfair Labor Practice charge with the National Labor Relations Board against HSS after we were unfairly discriminated against for publicly supporting organizing a union with SEIU Local 49.

In December several of my coworkers and I wore small white pins saying "Stand for Security" to work. Paul and I were asked to remove the pins and given a formal written disciplinary action from our supervisor David Martz. To my knowledge no other HSS officer was written up for wearing the button. In the past officers have worn other insignia or clothing items not specifically approved by HSS and either were not asked to remove them or not given a formal write up for wearing them.

HSS has once again revealed that they will unfairly discriminate against union supporters by selecting the sort of free speech they want to allow.

I feel that pro-union coworkers are being discriminated against for openly expressing our views, and I believe I have a right to advocate for causes that I support without being retaliated against by HSS.

Its scary to go to work every day to protect our airport under the threat of unfair and arbitrary retaliation from my employer.

I urge you and the Port staff to consider the gravity of these charges as you undertake the bid process for a new security contractor for PDX.

Thank you for your time

Will Layng statement for the Port Commission 1-8-13

Good morning President Carter and members of the Port Commission, my name is Will Layng, I'm the Property Services Organizing Director for SEIU Local 49. Since I last spoke to you in November two significant developments have occurred.

First, the Port has put out its Request for Proposals for a new security contractor at PDX, to be decided apparently in February for submission to the Port Commission in March. Our Local continues to believe that the significant issues reported by line level HSS security officers, including high turnover, malfunctioning equipment, poor training, raises that are below industry standards, and an anti-union environment should be taken seriously by the Port as it analyzes bidders on the RFP.

Second, the retaliation against Floyd Sandoval and Paul Shirey at the beginning of December paints a stark picture of the reality that HSS officers face. The work environment created by the company is not neutral by any stretch and has not been for several months. The message that HSS' retaliation sends is that line level officers should not speak up or they will suffer consequences.

There are better alternatives, responsible contractors that have committed to working together with officers to raise standards in the industry. I urge you today to choose a responsible union security contractor through the RFP process. SEIU Local 49 will continue to make sure that the actions of irresponsible contractors like HSS are exposed to the public and airport decision makers.

Thank you for your time.