

**MINUTES
REGULAR COMMISSION MEETING
THE PORT OF PORTLAND
January 13, 2010**

In response to due notice, the regular meeting of the Commissioners of the Port of Portland was held at 9:30 a.m. in the Commission Boardroom of the Port's administrative offices at 121 N.W. Everett Street.

QUORUM

Commissioners present were Judi Johansen, President, presiding; Ken Allen; Jim Carter; Steve Corey; Diana Daggett; Bruce Holte and Mary Olson. Also present were Steve Schreiber, Director of Aviation; participating staff members; and members of the public.

Commissioner Johansen welcomed Commissioner Carter to his first Commission meeting.

LEAVE OF ABSENCE

Commissioner Johansen called for a motion to grant a leave of absence to Commissioners Bragdon and Rosenbaum, as they were out of town. Commissioner Olson moved to grant the leave of absence. Commissioner Allen seconded the motion, which was put to a voice vote. Commissioners Allen, Carter, Corey, Daggett, Holte, Johansen and Olson voted in favor of the motion.

MINUTES

Commissioner Johansen called for a motion to approve the minutes of the Regular Commission Meeting of December 9, 2009. Commissioner Daggett moved to approve the minutes. Commissioner Olson seconded the motion, which was put to a voice vote. Commissioners Allen, Carter, Corey, Daggett, Holte, Johansen and Olson voted in favor of the motion.

EXECUTIVE DIRECTOR'S REPORT

Steve Schreiber said he was filling in for Bill Wyatt, who was taking a well deserved vacation in Asia and noted that Mr. Wyatt would make a few customer calls during this time.

Mr. Schreiber expressed the hope that the local, national and global economies would improve in the new year. He said that all Port business lines and particularly the container industry struggled last year. Mr. Schreiber reported that the container industry lost about \$20 billion in 2009 due to a variety of factors including the downturn in the global economy and the timing of new ships entering the trade. Mr. Schreiber said that in the U.S., container carriers are implementing an emergency revenue charge of \$400 for import containers.

Mr. Schreiber also reported that a series of storms off the pacific coast had contributed to spot closures of the Columbia River Bar that impacted vessel schedules.

Mr. Schreiber said that the auto industry out-performed dire predictions for U.S. sales and reported an improvement in sales in December. He noted that annualized sales figures were just over 11 million units. Mid-year reports were as low as 9.5 million units. Mr. Schreiber said that China is now the largest auto market in the world, having overtaken the U.S. in unit sales.

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Mr. Schreiber said that on the aviation side of the business, passenger activity at PDX began to stabilize in November and took an upward turn in December with a 3.7 percent increase over the prior year. Mr. Schreiber said it was the first increase in passenger traffic at PDX in 16 months.

Mr. Schreiber reported that the FBI and Port of Portland Police officers responded to an incident involving Hawaiian Flight 39 which returned to PDX due to a passenger's unruly conduct. Port of Portland Police officers escorted a male passenger and his female companion off of the plane without incident. The U.S. Attorney's office later charged the passenger with a federal crime of interference with the performance and duties of a flight crew member or attendant.

Mr. Schreiber mentioned upcoming changes in the concessions program taking place at PDX. He said that the Pendleton Shop in the Oregon Market will be closing to make way for the redevelopment of the Beaches Restaurant.

Mr. Schreiber announced that the Port would host another Portland Harbor, "Behind the Scenes" lecture as part of an ongoing series. He said the topic of the lecture would be rail transportation and would feature a guest speaker from Union Pacific Railroad.

Mr. Schreiber also announced kick-off of the Port's latest innovative marketing campaign to promote PDX nonstop flights to Europe and Asia. He said the campaign features a Facebook haiku writing contest and great ad placements in the Oregonian, all geared toward raising awareness of our non-stop international flights.

Mr. Schreiber said that the Port headquarters and parking garage construction project is on schedule, close to budget and that plans are on track for the Port move at the end of April.

Mr. Schreiber reported that the Columbia River outfall work has been completed as part of the deicing system expansion. He said that the project continues to run on schedule and on budget.

Mr. Schreiber said we received four new baggage screening machines for the new system at PDX and noted that project is also tracking to the schedule and budget.

Commissioner Johansen called for a motion to approve the Executive Director's Report. Commissioner Holte moved to approve the Executive Director's Report. Commissioner Allen seconded the motion, which was put to a voice vote. Commissioners Allen, Carter, Corey, Daggett, Holte, Johansen and Olson voted in favor of the motion.

CONSENT AGENDA

No presentation was made of the following agenda item, which was brought before the Commission as part of the Consent Agenda. Commissioner Olson read the title of the agenda item and called for a motion to approve the item.

Agenda Item No. 1

EASEMENT – CLEAN WATER SERVICES – HILLSBORO AIRPORT

BE IT RESOLVED, That approval is given to grant a perpetual easement to Clean Water Services encumbering Hillsboro Airport property, on the terms and conditions described herein; 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.

Following the reading of the title of the Consent Agenda by Commissioner Johansen, Commissioner Allen moved that the Executive Director's recommendations be approved and Commissioner Daggett seconded the motion. The motion was put to a voice vote. Commissioners Allen, Carter, Corey, Daggett, Holte, Johansen and Olson voted in favor of the motion.

ACTION ITEMS

Tom Imeson noted that a correction has been made to the agenda item. He said the Commission is being asked to approve the Port's Transportation Improvement Plan, not the City of Portland funding initiative and a project alternative for the Columbia River Crossing. He said that the Commissioners had received a copy of the revised agenda item.

Agenda Item No. 2

2010 PORT OF PORTLAND TRANSPORTATION IMPROVEMENT PLAN

This agenda item requested approval of the Port of Portland's (Port) Transportation Improvement Plan (PTIP). As a transportation agency reliant on elements of the transportation system developed and managed by others to support our mission, the Port must carefully plan, consider funding initiatives and support projects that will enhance market access for Port customers and businesses in this region and state. The Port Commission considers the PTIP annually as the basis for charting our transportation improvement needs and funding requirements.

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

BE IT RESOLVED, That approval is given to submit the Port of Portland's Transportation Improvement Plan to Metro and the Oregon Department of Transportation for inclusion in the Regional Transportation Plan to be eligible for future state, regional, and federal funding; and

BE IT FURTHER RESOLVED, That approval is given to seek federal, state and regional transportation funds for the list of Port Priority Projects identified in the draft Port Transportation Improvement Plan.

Commissioner Olson moved that the Executive Director's recommendations be approved. Commissioner Allen seconded the motion, which was put to a voice vote. Commissioners Allen, Carter, Corey, Daggett, Holte, Johansen and Olson voted in favor of the motion.

Agenda Item No. 3

CONTRACT – MULTI-FUNCTION PRINTING DEVICES – PORT OF PORTLAND HEADQUARTERS

This agenda item requested approval to enter into a lease agreement with Xerox Corporation to provide multi-function printing devices for the Port of Portland's new headquarters building.

Bobbi Matthews presented the Executive Director's recommendations as follows:

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BE IT RESOLVED, That approval is given to enter into a lease agreement with Xerox Corporation for multi-function printing devices, service and support for a term of five years, as described herein, for the Port of Portland's new headquarters building; 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 Allen moved that the Executive Director's recommendations be approved. Commissioner Corey seconded the motion, which was put to a voice vote. Commissioners Allen, Carter, Corey, Daggett, Holte, Johansen and Olson voted in favor of the motion.

Agenda Item No. 4

CONTRACT – SHUTTLE BUSES – PORTLAND INTERNATIONAL AIRPORT

This agenda item requested approval to exercise the contractual option to purchase six new 35-foot, low-floor, Compressed Natural Gas shuttle buses for Portland International Airport, for a total cost of \$2,042,760.

Michael Huggins presented the Executive Director's recommendations as follows:

BE IT RESOLVED, That approval is given to exercise the contractual option to purchase six new 35-foot, low-floor, Compressed Natural Gas shuttle buses from EIDorado-National Bus Company for Portland International Airport; 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 Holte moved that the Executive Director's recommendations be approved. Commissioner Carter seconded the motion, which was put to a voice vote. Commissioners Allen, Carter, Corey, Daggett, Holte, Johansen and Olson voted in favor of the motion.

The meeting adjourned at 10:20 a.m.

President

Assistant Secretary

Date Signed

A complete audio recording of these proceedings is available at the Port of Portland administrative offices, 121 N.W. Everett Street, Portland, Oregon 97209.