

**MINUTES**

**Wednesday, March 2, 2022 at 2:00 P.M.**  
**Lindbergh Conference Room**  
**Via Zoom/Teleconference**

Members Present: Mr. Bales, Mr. Bowman, Mr. Cantwell, Mr. Fitzgerald, Ms. Fowler,  
By Teleconference: Mr. Jacobs, Mr. Kling, Mr. Lents, Dr. Nemanick, Ms. Osborn, Mr. Sauget, Ms. Teitelbaum and Chairperson Hamm-Niebruegge

Members Absent: Mr. Cohn, Ms. Green, Mr. Reed

Vacancy: One

Airport Staff: Jones, Kulinsky, Munn, Spencer, Stella, Strong

Legal Department: Baumann, Yoffie, Chavarria

The Meeting was called to order at 2:02 P.M.

1. **MINUTES**

Approval is requested for the Minutes of the February 9, 2022 Airport Commission meeting.

A motion for approval was made by Mr. Bales and seconded by Ms. Teitelbaum.

Commissioner Fitzgerald noted missing questions and comments made by Commissioners during the discussion of the Master Food & Beverage Concession and further commented that the Minutes should document any questions asked by Commissioners.

The Chairperson advised that the Minutes for the February 9, 2022, meeting will be revised, to include the questions and discussion regarding the selection process of the Master Food & Beverage Concession. Further, the Chairperson advised, in response to Commissioner Osborn's pending request at the February 9, 2022 Commission meeting, that the Airport will provide the Commission updates at Commission meetings once the bidding process begins.

After further discussion, a vote was taken and, with the revisions to the Minutes of the February 9, 2022, meeting to be made as noted above, the motion carried unanimously.

2. **PRESENTATION**

Briefing regarding the Issuance of Airport Revenue and Refunding Bonds, Series 2022 Refunding Bonds. [No vote or action required]

LaTaunia Kenner, Deputy Comptroller, spoke briefly regarding the refunding of the Series 2022 Refunding Bonds. The Comptroller's Office is requesting approval of issuance of the Series 2022 Airport Refunding Bonds in an amount not to exceed \$20 million.

Over the past 20 years, refunding of bonds has saved over \$100 million for the Airport and over the past 25 years, savings of \$108 million have been realized. Ms. Kenner then introduced the Comptroller's Financial Advisor, Rebecca Perry-Glickstein, as well as the Airport's financial advisors, Mr. David Stinfil and Mr. Ramon Ortega.

Mr. Ortega addressed the Commission regarding the Series 2022 Airport Refunding Bonds.

The Airport Revenue Refunding Bonds ("Series 2022 Bonds") are being issued to refund a portion of the Airport Revenue Refunding Bonds, Series 2012, in a principal amount of approximately \$18.76 million. The City anticipates realizing approximately 12.54% savings on the bonds, or roughly \$2.35 million in net present value savings.

The key financing dates, which are tentative due to flexibility in the market, are set as follows:

Preliminary official statement posted on May 6, 2022.

Bond Pricing set sometime in mid-late May 2022.

Closing in mid-late June 2022.

Bonds are callable on July 1, 2022.

### 3. ORDINANCE

An Ordinance authorizing the issuance by the City of St. Louis of its Airport Revenue Refunding Bonds, Series 2022 Refunding Bonds, St. Louis Lambert International Airport® in an aggregate principal amount not to exceed Twenty Million Dollars (\$20,000,000)

A motion for approval was made by Mr. Lents and seconded by Dr. Nemanick.

Mr. Strong stated that refunding of Airport revenue bonds directly helps the Airport reduce its debt service, as well as reduces the cost per enplaned passenger.

In response to a question regarding the Airport's current outstanding debt, Mr. Strong informed the Commissioners that the Airport's current outstanding debt is approximately \$500 million. After the current refunding the amount will be reduced to between \$480 million and \$490 million.

There being no further discussion, a vote was taken, and the motion carried unanimously.

### 4. OPERATIONS

Award and approval of an Agreement to Rentokil North America, Inc., d/b/a Ambius, to provide Interior Live Plant Maintenance Services for the Airport. The Agreement will commence on April 1, 2022, and will expire on March 31, 2025. The total Contract Not-To-Exceed Amount is \$125,000.

A motion for approval was made by Dr. Nemanick and seconded by Ms. Teitelbaum.

Mr. Stella provided the details of the Service Agreement as set out in the Executive Summary included with the agenda items and recommended approval of the motion.

This three-year contract provides for the maintenance of live plants and live plant walls located in Terminal 1, Terminal 2 and the Airport Administrative Offices. It also includes live seasonal plants throughout the terminals.

The rates charged under this contract decreased 5% from the previous contract. All other scope of work remains the same.

There being no further discussion, a vote was taken, and the motion carried unanimously.

## 5. PROPERTIES

### Cyber & Crime Insurance Renewal

A motion for approval was made by Mr. Jacobs and seconded by Ms. Teitelbaum.

Ms. Ruth provided the details of the Insurance Renewal as set out in the Executive Summary included with the agenda items and recommended approval of the motion.

Cyber Liability: This is a one-year renewal of the current policy, with the incumbent carrier. This policy protects the Airport in the event of the release of personally identifiable information, any loss of revenue in the event of a breach from a third-party operator, cyber extortion, etc. Due to the volatility of the marketplace, and the Airport being a public entity, premiums have risen nationally for this type of coverage. The Airport's policy limit was reduced from \$5 million to \$3 million this year. The premium on the \$3 million coverage is \$90,383 vs. last year's premium of \$44,114 for \$5 million coverage.

A question was asked concerning the increased amount of the premium for the \$5 million coverage. After the meeting Ms. Ruth advised the Commissioners that the premium charged for \$5 million coverage in 2021 was \$44,114. For the same coverage for 2022 the premium would be \$190,383.

The \$3 million coverage is consistent with other airports, some of whom are opting not to carry the coverage due to the cost.

Discussion ensued regarding whether the \$3 million limit would be sufficient coverage in the event of an incident and who would be responsible for any amount over \$3 million. In today's market it is very difficult to obtain the higher \$5 million policy and the price of such coverage is prohibitive. Any judgement over \$3 million would be paid by the Airport and would in turn be recouped through the rates and charges paid by the airlines and concessionaires.

Crime: This is also a one-year policy which covers employee theft, forgery, computer fraud, credit card fraud, etc. The coverage is the same as last year, however, the premium rose \$177 from \$6,999 to \$7,176.

After further discussion, a vote was taken, and the motion carried unanimously.

6. **OTHER BUSINESS**

Air Canada will return with non-stop flights to Toronto in May and June 2022. Lufthansa will operate out of Gate E-29 in Terminal 2 beginning on June 1, 2022.

The Fuel Farm Project was honored as Project of the Year by Airport Business, an industry publication. Demolition of the old fuel farm continues.

The passenger numbers for January 2022 reflected about 70% of 2019, with an 80% increase over 2021 numbers. TSA projects 100,000 passengers through the checkpoints per week the remainder of March. This will put the numbers approximately 80-85% of 2019.

The Commission meeting on April 6, 2022, will remain virtual. It is anticipated that in-person meetings will resume for the May 4, 2022, meeting. If any of the Commissioners cannot attend the meeting in person, alternate arrangements will be made.

7. **NEXT MEETING**

Wednesday, April 6, 2022, at 2:00 P.M.

8. **ADJOURNMENT**

A Motion to Adjourn was made by Dr. Nemanick and seconded by Mr. Kling. The meeting adjourned at 2:42 P.M.

The foregoing were approved by the Airport Commission at the meeting held on Wednesday, April 6, 2022.

  
Rhonda Hamm-Niebruegge

  
Date 4/8/22