

SAN JOSE ARENA AUTHORITY REGULAR MEETING OF THE BOARD OF DIRECTORS

MEETING MINUTES FEBRUARY 25, 2009

1. Call to Order/Roll Call

The San Jose Arena Authority convened the Regular Board Meeting at 4:00 pm at 1500 South Tenth Street, San Jose, CA.

Present: Mark Burriss, Kansen Chu, John Diquisto, Joe Di Salvo, Art Heinrich, Bob Leininger, Kris McFarland, Dan Orloff, Bruce Pinsky, Pierluigi Oliverio, Ray Purpur, Jody Smith and John Veargason

Absent: Rob Coelho, Bill Ekern, Tricia Lord, Barbara Keegan, Sandra Soto, Ed Shikada and Rani Yadav-Ranjan

Guests: Rich Sotelo and Jon Gustafson, HP Pavilion Management and Lance Motch, San Jose Giants

Staff: Chris Morrissey, Linda Truelsen, and Patty Deignan

2. General Business

- a. Presentation on Annual Report for Sharks Ice at San Jose. Jon Gustafson, General Manager of Sharks Ice at San Jose, presented the annual report on activities, events, and facility improvement projects for the past year. He reported that the facility has the largest adult recreational hockey program in the U.S.; increased high school hockey to 13 teams; and had over 1.5 million visitors. Events at Sharks Ice at San Jose continue to provide many hotel room nights for the City. HP Pavilion Management has hired a consultant to assist in identifying opportunities to make the building more energy efficient.
- b. Review and Approve January 2009 Meeting Minutes. The Board approved the January 2009 meeting minutes as written.

3. Executive Director and Staff Reports

3.1 Executive Director

- a. Accept Verbal Report on Arena Authority Oversight. Executive Director Chris Morrissey reported on the following items:

- HP Pavilion at San Jose

He is currently working with representatives from HP Pavilion Management and the City to address issues relating to access of HP Pavilion at San Jose as a disaster shelter. Chris also is meeting with SJPD to determine Police staffing

levels for traffic management at the Pavilion.

Discussions continue with representatives from the City and HP Pavilion Management in relation to Pavilion parking and transportation issues, including BART and High Speed Rail.

- Sharks Ice at San Jose

Executive Director Morrissey reported that the initial meeting to discuss issues impacting the area south of San Jose State University was held earlier today.

Those in attendance included representatives from the City Manager's Office, the Office of Economic Development, the Planning Department, HP Pavilion Management, the San Jose Giants, and San Jose State University.

- San Jose Municipal Stadium

Executive Director Morrissey stated that the Authority's Municipal Stadium Committee met earlier this month and would provide a full report on committee activities later in the meeting.

b. Accept Verbal Report on Arena Authority Administrative Issues.

- Arena Authority Operations and Budget

Executive Director Morrissey has met with representatives from the City Manager's Office to discuss potential funding options for the Authority. He reported that funds from the Arena Authority's reserve account would be exhausted by the end of the current fiscal year. A Board suggestion of having an account charge number to charge time for construction projects was put forward for further investigation.

- Meetings with City Representatives

No report.

3.2 Administrative Assistant

- a. Accept Verbal Report on Upcoming Pavilion Events. Administrative Assistant Linda Truelsen reported the following new events have been announced at HP Pavilion at San Jose: HBO Boxing After Dark, 3/7; Lucha Libre Wrestling, 3/29; Strikeforce Martial Arts, 4/11; Il Divo concert, 7/23; and Ricardo Arjona concert, 8/30.
- b. Accept Verbal Report on Activities at Sharks Ice at San Jose. Events listed at Sharks Ice at San Jose are: U.S. Figure Skating Freestyle Test, 3/19 and Norcal AB Championships, 3/21 & 22.
- c. Accept Report on Arena Ticket Distribution Program 4Q2008. The ticket report was submitted to the City Manager's Office for acceptance.
- d. Accept Verbal Report on Fair Political Practices Commission and Ticket Program Administration. City Attorney Patty Deignan told the Board that the State FPCC is requiring additional record keeping for tickets awarded to City employees. A new form will be developed with the required information and it must be posted on the City website every 30 days.

4. Committee Reports

4.1 Executive Committee/Organizational Oversight Committee (Chair: Purpur)

- a. Accept Verbal Report on March Arena Authority Board Meeting. Chair Ray Purpur stated that a Board photograph would be taken prior to the March Board meeting.
- b. Accept Verbal Report on Upcoming San Jose Stealth Game Operations Activity. Chair Purpur mentioned that the Board would view San Jose Stealth game day operations on 3/21.

4.2 Finance Committee (Chair: Coelho)

- a. Review and Approve January 2009 Financial Statements. The Board approved the financial statements unanimously.
- b. Accept Verbal Report on Arena Authority Budget Discussions. Reported earlier in meeting.

4.3 San Jose Sports Hall of Fame Committee (Chair: Leininger)

- a. Accept Verbal Report on 2009 Sports Hall of Fame Program Activities. Committee chair Bob Leininger reported the committee had not yet met to begin discussions for the 2009 program.
- b. Accept Report on High School Scholarship Program. Executive Director Morrissey reported that one scholarship check has been sent and the other is currently in the of process of begin submitted.
- c. Accept Verbal Report on Sports Hall of Fame Plaque Production. Executive Director Morrissey reported that the north concourse wall where plaques are displayed is under construction so additional plaques can be added.

4.4 Facilities Committee (Co-Chairs: Heinrich and Veargason)

- a. Accept Verbal Report on Pavilion Capital Reserve Fund. Committee chair Art Heinrich reported that the Pavilion Capital reserve fund balance is impacted by the annual payment for the 16.5M in Pavilion Capital improvements. The City and the Facilities Committee continue to monitor the Capital fund.
- b. Accept Verbal Report on Sharks Ice at San Jose Exhibit G Capital Items. Chair Heinrich reported that the committee met and is recommending to the City the funding of some items from previous Capital budgets that were not included in Exhibit G of the management agreement for Sharks Ice at San Jose.
- c. Review and Approve FY 2009-10 Capital Budget Recommendations for HP Pavilion at San Jose and Sharks Ice at San Jose. The Board approved the Capital budget recommendations.
- d. Accept Verbal Report on Pavilion Maintenance Program. Art Heinrich reported that HP Pavilion Management funds over 1M annually in facility maintenance

for the Pavilion. Rich Sotelo added that a meeting was scheduled for next week to address the contract for facilities oversight.

- e. Accept report on Pavilion Capital Improvements Reimbursements. Art reported that the current package of facility reimbursements has been forwarded to the City.
- f. Accept Verbal Report on Tour to Review Pavilion Americans With Disabilities Act Access Features. A tour will be scheduled in the spring of 2009.

4.5 San Jose Municipal Stadium (Co-Chairs: Veargason & Di Salvo)

- a. Accept Verbal Report on Capital Budget Activities for San Jose Municipal Stadium. Co-Chair John Veargason reported that the committee held its first meeting to review Capital improvement issues for the stadium and that the Redevelopment Agency would be selecting an architect to begin the long-term stadium planning process.

4.6 Community Programs Committee (Chair: Lord)

- a. Accept Report on City and Community Events Program Applicant: American Leadership Forum Silicon Valley. The Board was directed to the Board packet for approval information on the program applicant.
 - b. Accept Verbal Report on June 2009 City and Community Events Program Applicants. Due to potential scheduling conflicts, program applicants have been advised to investigate other facilities for use in June 2009.
5. **Open Forum** - The Board was reminded to fill out Form 700 and submit to staff.
6. **Adjournment** - The meeting adjourned at 5:00 p.m.

Submitted by,

Linda Truelsen

