

**MINUTES OF THE REGULAR MEETING OF THE
PUBLIC PARKING AUTHORITY OF PITTSBURGH
THURSDAY, APRIL 21, 2011**

Having been duly advertised in accordance with the Sunshine Act No. 84 of 1986, a regular meeting of the Public Parking Authority of Pittsburgh was held on April 21, 2011 at 10:21 a.m., 232 Boulevard of the Allies, Pittsburgh, PA 15222-1616. The following Board members were present at the start of the meeting: Christopher D'Addario, Linda Judson, Natalia Rudiak and Scott Kunka. Present from staff were: David Onorato, Anthony Boule, Jo-Ann Williams, Judi DeVito, Chris Holt, Patricia Konesky, Bill Conner, Janet Staab, Tom Vennero and James Wilson. Also present were Jacqui Lazo of Buchanan Ingersoll & Rooney; Dennis Juran of Deloitte & Touche; William Stewart of Strategic Communications; Joe Smydo of the Pittsburgh Post Gazette; Bill Vidonic of the Pittsburgh Tribune Review; Cathy Qureshi, Marcel Newman, Mike Strelac, Bill Urbanic, John Fournier and William Peduto of The City of Pittsburgh and Brian Simmons of Buchanan, Ingersoll and Rooney.

The meeting was called to order by Mr. Kunka and the Board Members recessed for an Executive Session at 10:22 a.m.

The Board returned and the meeting began at 11:00 a.m.

MINUTES

Mr. Kunka asked for comments or questions. There were none.

Mr. Kunka asked for approval of the minutes from the regular meeting held on March 17, 2011.

Upon motion by Mr. D'Addario and seconded by Ms. Judson, the minutes were approved as follows: Ms. Rudiak; yes, Mr. D'Addario; yes, Ms. Judson; yes, Mr. Kunka, yes.

**APPROVAL OF PPAP AUDIT and CITATION MANAGEMENT
AGREED-UPON-PROCEDURES**

Mr. Onorato reported that the Authority's annual outside audit was recently conducted by Deloitte and Touche with Dennis Juran as the lead auditor. Mr. Onorato thanked the Audit Committee consisting of Ms. Judson, Mr. D'Addario and Ms. Williams. He said the report that is being presented to the Board today contains an unqualified opinion, and said the Agreed-Upon-Procedures issued by Citation Management is also being submitted. Mr. Onorato said that Deloitte reviewed the findings compiled by Schenck and said both are being presented to the Board today for acceptance.

Mr. Kunka asked if there were any questions and/or comments.

Ms. Judson stated that she has had the honor of being on this committee for numerous years and said that it is always a pleasure to work with Mr. Juran. She then thanked Ms. Williams and Mr. Onorato for their cooperation.

Mr. Onorato noted that the Finance Department was short-staffed this year because the Accounting Manager position has not been filled owing to the uncertainty of the outcome of the system monetization process. He said that consideration will be given to filling the position.

Mr. Kunka asked if there were any additional comments or questions.

There were none.

Upon motion by Ms. Rudiak and seconded by Mr. D'Addario, the PPAP Audit and Citation Management Agreed-Upon-Procedures were accepted without vote.

PUBLIC COMMENT

Mr. Kunka asked for public comments.

There were none.

RESOLUTIONS

RESOLUTION NO. 19 OF APRIL 2011, "A RESOLUTION AUTHORIZING THE EXECUTIVE DIRECTOR TO AWARD A CONTRACT TO DESMAN ASSOCIATES, A STRUCTURAL ENGINEERING FIRM, TO CONDUCT A CONDITION ASSESSMENT AND PROVIDE RECOMMENDATIONS FOR STRUCTURAL REMEDIATION AT FOUR PARKING AUTHORITY GARAGES: SMITHFIELD-LIBERTY, FORT DUQUESNE AND SIXTH, NINTH AND PENN AND THIRD AVENUE GARAGES, was read by Mr. D'Addario and considered by the Board.

Mr. Onorato stated that based on our annual inspections and information disclosed during the monetization process, the Authority identified four garages warranting repair. He said the Authority strives to be pro-active in these matters and is requesting to retain an engineering firm to assess these facilities and provide a remediation plan to extend their useful life for 15 to 25 years. Mr. Onorato advised that 15 bids were received and nine firms were short-listed, with one of those declining the interview. He advised that after interviewing the eight firms we are recommending a professional contract be awarded to Desman Associates for a total of \$82,610.00. Mr. Onorato explained that the interview process included qualifications, fees, number of core drillings required, schedule, previous work experience and MBE/WBE participation. He noted that Desman Associates is a 100-percent MBE firm and will also meet

the 10-percent WBE requirement through subcontracting. Mr. Onorato advised that the references of the top four firms were checked and found to be in compliance. He also advised that the bid tab sheet was attached to the resolution for reference.

Ms. Rudiak noted that some of the firms have optional fees and asked for an explanation.

Mr. Onorato advised that these optional fees were for additional testing that was not included in their base fees. He said there was a range from a low of 20 tests, to a high of 85 with the selected firm contracted to perform 51 core tests.

Mr. Kunka asked if there were any additional questions.

Upon motion by Ms. Judson and seconded by Ms. Rudiak, Resolution No. 19 of 2011 was approved as follows: Ms. Rudiak; yes, Mr. D'Addario; yes, Ms. Judson; yes, Mr. Kunka, yes.

Mr. Kunka stated that before the meeting proceeded to the Executive Director's report, the Board would now hear from Councilwoman Rudiak who would be given the opportunity to give a presentation regarding the City Council plan to resolve the City's pension issue principally through a change in of the Parking Authority's PILOT funding schedule.

Ms. Rudiak thanked everyone for their attendance and Director Kunka for the opportunity to present this summary to the Board.

Ms. Rudiak began with a basic slide of the City's current financial position noting that a balanced budget has been passed and a five-year plan has been approved by the ACT 47 and ICA oversight commission. She said that in December, City Council passed an ordinance to meet the State Act 44 requirement to retain local control of the pension system and stated that the Mayor worked cooperatively with City Council to enable the resolutions to become law.

Ms. Rudiak presented a chart containing, in its first column, the years that Council's plan is projected to fund the pension. She described the second column as the MMO, or minimum mandatory obligation that is mandated by the Commonwealth of Pennsylvania for the City of Pittsburgh to pay on an annual basis. She said the calculations were based on data provided by the City of Pittsburgh actuaries. Ms. Rudiak said that the chart's third column ties all of this together, stating that between the years of 2011 and 2017 approximately 25 percent of the current revenue of the parking tax, or \$13.376 million, has been dedicated to the pension obligation. She explained that in 2018 that dedication doubles to about \$26.752 million and said it should also be noted that during that time the City of Pittsburgh debt drops and the City is better able to fund this dedication. Ms. Rudiak described the next column as MMO-Plus, reflecting an additional amount that the City of Pittsburgh has committed under Act 47 to pay to its pension fund. She said that number has been \$3.6 million and said it would stay flat until 2041. Ms. Rudiak stated that in 2010 the additional MMO was \$48 million and said City Council dedicated \$44 to \$45 million from its reserve to the pension fund in one lump sum. She then discussed the chart's second-to-last column containing City of Pittsburgh employee contributions, reporting that municipal employees contribute approximately four to five percent of their salaries, police bureau personnel contribute approximately 6.5 percent and fire department employees contribute approximately seven percent. She said the last column represents total revenue into the fund on

an annual basis and said that pension funding from 2010 to 2041 in current dollars totals \$3.4 billion.

Ms. Rudiak reported that City Ordinance 44 of 2010, coincidentally the same number as Act 44, essentially created a pension fund asset approximately \$260 million in present dollars by irrevocably dedicating a portion of the City's parking tax to the fund. She explained that from 2011 to 2017, the Council dedicated 13.376 million on an annual basis from the parking tax to the pension fund and, from 2018 to 2041, \$26.752 million is dedicated annually to the fund. She said the dedications total \$735.6 million discounted for today's dollars, results to about \$260 million which reaches the state-mandated 50-plus percent funding that the City must achieve to avoid a state take-over of the pension system.

Ms. Rudiak stated that many in attendance today represent and support the Parking Authority mission which is to go beyond the responsibility to provide and maintain spaces for vehicle parking throughout the City. She said that our mission also includes supporting the efforts of City departments and agencies to ensure the economic progress of our region. Ms. Rudiak stated that the state law creating the Parking Authority stipulates that the purpose of Authorities established under this statute shall be to benefit residents and municipalities by improving the climate for commerce and prosperity and by improving health, safety and living conditions.

Ms. Rudiak stated that the City and the Parking Authority have been working together for over 60 years, and she offered numerous examples demonstrating Council's support of the mission of the Parking Authority. She said that in turn, it is in the interest of the Parking Authority and its patrons to continue the financial success of the City so it can continue to provide parking services at the highest possible level of quality.

Ms. Rudiak explained that this partnership between the Parking Authority and the City is based on a 1995 Cooperation Agreement, noting that Section Five of that agreement references PILOT payments or payments in lieu of taxes. She stated that the agreement specifically states that the Authority shall remit to the City Director, Department of Finance an annual payment in lieu of taxes on Authority-owned tax exempt properties in an amount not to exceed \$1.4 million dollars.

Ms. Rudiak stated the Council resolution creates a dedicated revenue stream to the pension fund and since the parking tax revenue formerly went directly to the general fund, there is now a gap in the general fund. She said she is proposing a remedy to close that gap. Ms. Rudiak proposed that the Pittsburgh Parking Authority increase the PILOT by \$1.3 million annually to a total of \$2.6 million from 2012 to 2017. She said her proposal further increases the PILOT by \$8 million to a total of \$9.3 million from 2018 to 2041, noting that the payment remains steady throughout that period because the City's debt service is reduced by \$60 million annually and finally retired in 2026.

Ms. Rudiak stated that increasing the PILOT payment means increasing Parking Authority revenue and said she believes there are many ways that we can work to achieve that objective. Ms. Rudiak said that during the dozens of public meetings held last year, members of the public would ask why the Parking Authority could not itself implement changes being proposed by private investors. She mentioned such items as advertising, additional leasing of retail space and reforming the residential parking program as possible sources of increased revenue, and said she

believes there are means available through sharing IT functions and adding street-sweeping cameras to replace the need for parking enforcement personnel who follow the sweepers to make sure that vehicles parked illegally get properly ticketed. She also said there are rate adjustments that can be made and noted that ideas to increase revenue are discussed at every Council or post-agenda meeting.

Ms. Rudiak stated that available revenue enhancements include adjustments to both meter and garage rates. She stated that what is seen in the second chart's table is the result of rates taken directly from the Council-Controller Plan that was proposed last year. She said the numbers were discussed in City Council, with the Parking Authority Board, the public and is currently listed on the Council website. Ms. Rudiak reported that Council passed the referenced meter rate increases in December. Focusing back on the chart's third column, she said the numbers represents the free cash flow from the Council-enacted meter rate increase and described them as excess revenue or free money from that source. Ms. Rudiak stated that this is net operating expenses from those meters including the proposed extra 922 metered street spaces as calculated by the Financial Scholars Group model. Ms. Rudiak referenced the garage free cash flow numbers, describing them as a proposal scenario again taken from the Council-Controller Plan. She said the numbers are net debt services, net capital expenditures and net operating expenditures and said the total free cash flow from the garage and meter services in the first year is \$5.5 million. Ms. Rudiak then referenced the proposed City PILOT, noting that the resulting free cash flow balance for the Parking Authority is \$46 million at the end of seven years. She said that amount will permit the Authority to do any capital expenditures, improvements and repairs that may be necessary.

Ms. Rudiak mentioned a newly constructed parking garage in Miami, which has been celebrated for its design and uses beyond parking. Mr. Onorato commented that he was familiar with the garage but said that it is an open-air facility that would not fare well in Pittsburgh's climate.

Ms. Rudiak stated that questions of garage capital improvements did arise during the monetization process, noting that two studies have estimated the cost to replace those garages needing to be replaced. She said one study was commissioned by the concessionaire and completed by Tim Haahs and said the Financial Scholars Group also did a study on those same facilities. Ms. Rudiak mentioned that the source of funding for those capital improvement has been questioned. She again referenced the total free cash flow based on the Council/Controller proposed scenario as a potential remedy. She noted that at the end of 2021, even after the suggested PILOT payments to the City of Pittsburgh, the Authority's balance still totals around \$92 million. She said that number is sufficient for the Parking Authority to implement its vision for the years ahead. Ms. Rudiak also mentioned the RFP for the Mayor's lease suggested that garages be replaced or refurbished in 2017, 2024 and 2026. She said this progression of cash flow indicates how rapidly that capital source can grow.

Ms. Rudiak displayed a chart detailing the current Parking Authority debt, the three outstanding bond series and the total bond debt. She said the totals were taken into consideration in forming the Council/Controller plan.

Ms. Rudiak repeated the City of Pittsburgh and the Parking Authority have worked together

for over 60 years. She said that, until recently, not much attention has been paid to the relationship but said the current focus illustrates that there is more scrutiny on institutions and more pressure than ever for them to work together. She said the present situation is just another opportunity to make both our public parking system and our city more efficient and more effective. She said as a member of City Council, she is asking the Parking Authority to be a partner with that body, working together to better allow the visions of both to flourish.

Ms. Rudiak stated that, in thinking about how both organizations should proceed, she recognized that communication between the two has been an issue. She then proposed the formation of a cooperative parking task force to include Chairman Kunka; herself as the City Council representative to the Board; the City Council Budget Director; the Executive Director of the Parking Authority; the finance committee chair on City Council as well as the Controller of the City of Pittsburgh, who could not be present at today's meeting but has happily agreed to be a member of this group. Ms. Rudiak stated that she is here to solve a major problem in government that is both financial and also has to do with communication. She said she believes that there are many ways to enhance revenue for the Parking Authority and some of what was illustrated in the slides presented was consistent with the FSG model. Ms. Rudiak said it is very important that all parties involved share the same goals to make sure our City finances are stable and our garages are safe and are being operated efficiently.

Ms. Rudiak distributed a proposed resolution creating the cooperative task force she described, adding that its objective is to make recommendations for increasing the Parking Authority of Pittsburgh's annual revenues while also meeting its ongoing financial and operational obligations. She said the proposed resolution specifies that the first meeting be convened no later than May 6, 2011 and the final recommendations of the task force shall be made public no later than August 1, 2011. Ms. Rudiak stated that she was prepared to answer any questions regarding the proposed resolution and said representatives from the City Council Budget Office were present to respond to questions as well.

Mr. Onorato stated that he would like time to review the proposal as he did see issues that he would like to address. He also mentioned that he would like to see the worksheets supporting the financials contained in the proposed plan.

Mr. Kunka stated that he does not understand why we were given a presentation that purports to give exact numbers down to the dollar, yet we want to create a group to determine what those numbers are. He stated that Council either has a plan in place or it doesn't, and said he doesn't know if this resolution is asking for someone else to take responsibility to implement Council's plan. He stated that our staff and our consultants should review this report even if it doesn't contain detailed rate calculations. Mr. Kunka said until the numbers are subjected to further study, we cannot be sure where they came from.

Ms. Rudiak stated that what she is hearing is Mr. Onorato saying he needs to go back to his office and study this and Director Kunka saying he needs to go back to his office with the consultants and study this. She said she does not want to come back next month after everyone has studied this in their individual silos but said she feels that this is a process that should be done together.

Mr. Kunka stated that Ms. Rudiak is giving exact numbers and concluding what they produce but then is asking for the Board to go out and reproduce these numbers. He stated that all that is needed is the detailed back-up of how these numbers were generated so they can be replicated or duplicated. He said he is not sure what is being asked of the Board and stated that Council's action is now being sent off to be validated by some outside party rather than being Council's own numbers.

Ms. Judson said that communication is an excellent idea, but said she believes we need to confirm the source and accuracy of the numbers. Ms. Judson stated she does not feel comfortable voting on a resolution without that knowledge.

Ms. Rudiak stated she cannot stress enough that she did not feel it was singularly incumbent upon her as one member of a nine-person legislative body and one member of a four-person Parking Authority to unilaterally establish parking rates. She stated she is not sure if the analysis that is going to be done with this specific model would actually get them to where they need to be in terms of creating a vision for the Parking Authority.

Ms. Rudiak stated she is here in order to make the Parking Authority a better place in order to make the City of Pittsburgh financially sound. She said she is not here to take one slide and hyper-analyze it without agreement and direction.

Mr. Kunka said that Council has a plan on the table with a specific amount of money that the Parking Authority is required to send to the City so there must be some detailed calculations behind that plan. He said it is not just a matter of saying this is the number we need because we're backing into it from a hole that was created by a particular plan produced elsewhere. He said he believes that at the very least all the resolutions that come before the Board should be timed to permit Board members to have an opportunity to see them at least several days in advance. Mr. Kunka stated he believes it's a little untoward to ask the Board to vote on this today but said he thinks there is a Council plan and what he asked for is a detailed description of that plan so the Authority Board could look at it in a dispassionate fashion. He said he still didn't know what rates produced these numbers and said there are any number of concerns and questions regarding Ms. Rudiak's presentation. Mr. Kunka stated there were some duplication of numbers, some double counting and things like that to be discussed in an attempt to resolve them. He stated that he still does not know what it is that Council is asking the Board to take action on.

Ms. Rudiak said the rates that are suggested in this scenario were directly taken from the Council/Controller Plan that was brought to this table late last year.

Mr. Kunka said he keeps hearing reference to various things, but said he is asking this information be presented to the Board on paper so its members may react to it.

Ms. Rudiak said the analysis is the FSG study and said when the Council/Controller Plan was introduced, it was discussed at a number of meetings and post-agendas. She said that Mr. Kunka himself produced power point evidence to analyze that plan and stated she is unclear why Mr. Kunka is unclear. Mr. Kunka responded that he cannot verify where these numbers originated and said there is no data to support them. He stated that these are numbers that were produced

by a consultant last summer whose own report Council rejected. He said he is simply asking that if Ms. Rudiak is referring to a report to please put it on a piece of paper that tells us what rates at what time and at which garage she is proposing to produce these kinds of revenues.

Ms. Rudiak again noted that Mr. Kunka has indeed seen this study and has analyzed it.

Ms. Judson stated that the goals of the proposed resolution are honorable and said Ms. Rudiak clearly put a lot of time and effort into it, but as a Board member she said she would like to defer to a third party to tell her if these numbers are accurate. She noted that she is looking at the bottom of one of the pages in the presentation where it is stated that assumptions are estimates and not certified by an actuary. Ms. Judson said she wanted it to be clear that she is not comfortable voting on a resolution without more information.

Mr. Onorato said that while he is aware of the issues surrounding the City's Pension Fund, he wanted it to be clear the Pittsburgh Parking Authority has its own pension fund which is separate from the City's. He noted that the Parking Authority has worked cooperatively with the City in the past, but asked if the City or City Council was looking at the Parking Authority to be the sole solution to the pension problem or if all agencies and city departments are being expected to increase revenue and become more efficient to provide assistance.

Ms. Rudiak said that every day the City is looking for solutions and just yesterday had a post-agenda on the City's five-year outlook and said there was again discussion on ways to enhance revenue. Stating that she could not speak to the reason that the City-Authority partnership works, she repeated that it is working. Regarding the Authority's role in resolving the pension issue, she said it was a viable solution that presented itself.

Mr. Onorato stated he didn't doubt that the City and Parking Authority partnership was working but said he just wanted to know if the Parking Authority was viewed as the only solution to the City's pension problem.

Mr. D'Addario stated that he would like a third party to examine this proposal if, for no other reason, one of the things that concerns him is the idea that the debt services obligation has the opportunity to drop in 2017 and 2018. He said one of his concerns is the needs of the City at that point, when there may be some deficient bridges or other serious issue where the City may need to determine if any additional amount of money should be applied exclusively toward the pension obligation. He said he would like to know from a third party that this is actually the case.

Mr. Kunka stated that this is all he has been asking for. He stated that Council has an ordinance on the books that sets the rates for the parking meters that we can understand and analyze, but said we also need to see what Council is proposing for rates at the garages that it is asking the Parking Authority to implement. He said he is hearing that the City needs \$9.8 million and the Parking Authority needs to find out a way to raise it. He said he does not see what benefit that is to the Authority.

Ms. Rudiak said she doesn't know how else to state this other than to repeat that the rates exist in the Council/Controller Plan that has already been analyzed by the Department of Finance.

Mr. Kunka said the Authority has a schedule of rates by garage, by time of day by type of rate so he said what he is asking to see is that existing rate schedule compared with the rates that Council is proposing.

Ms. Rudiak stated again that those comparisons do exist.

Mr. Onorato asked if he could have a copy of the Council proposed rate schedule.

Ms. Rudiak stated that it is on the City's website and that the Authority has already analyzed it.

Mr. Kunka stated that if it exists, Ms. Rudiak should provide it for them.

Ms. Rudiak stated that she has provided it and stated that the resolution that is being proposed today actually is specifically formulated so the Authority can actually do what Mr. Kunka is asking.

Mr. Kunka stated that there is a City budget that required the Parking Authority to send \$9.8 million starting next year. He stated that this resolution doesn't mention anything about bailing out the City's pension fund, but does reference economic development so he is not sure of the purpose of the obfuscation. He said the resolution is not asking for a creative task force to increase the Authority's revenue but states that Council is asking for some way to get more money back to the City and, if that's the case, it should be stated as much.

Ms. Rudiak said the purpose is to explore opportunities and make recommendations for increasing Public Parking Authority of Pittsburgh annual revenues.

Mr. Kunka said that he still does not understand the reason for a task force if Council is saying these are the numbers and they are complete and accurate.

Ms. Rudiak again stated that she is not comfortable coming to the Parking Authority and stating that these are the exact rates that need to be adopted here. She stated that she is a member of a legislative body that collectively has written and passed legislation, noting that her job is to write legislation, pass it to fulfill her obligations in that manner. She stated that she understands that there are concerns and differences on issues but said her goal is to not only solve the City's present financial problem but to reduce the extreme dysfunction that has permeated working relationships. Ms. Rudiak stated that taxpayers deserve a functional government.

Mr. Onorato stated that he does not believe there is dysfunction in the Parking Authority's relationship with the City. He said that if there is any dysfunction it is not with the Parking Authority Board. He added that the condition may exist between City and City Council, but said that there is an open line of communication between both the Authority and the City and City Council.

Ms. Rudiak said that with all due respect when she attempted to meet directly with Mr. Onorato

last fall to talk about the Council/Controller Plan the meeting was abruptly cancelled. She said this is the type of thing that she is trying to remedy.

Mr. Onorato commented that Ms. Rudiak has requested several meeting and said he has met with her numerous times. He mentioned the example of when Ms. Rudiak first came onto Council he extended an invitation for her and her staff to come to the Authority and review its mission and objectives. Mr. Onorato also mentioned that as recently as the last Board meeting the Councilwoman requested the Authority to meet on-site in her district neighborhood but said her office cancelled that event. He stated we are always available to meet with Council representatives, while it may not be the specific or particular time requested. He said he doesn't recall declining any meeting with a City Council member.

Mr. Kunka raised the question of the term free cash flow and noted that he does not believe that this is a true financial term. He referred to the quote "provides ample revenue for the issuance of tax exempt bonds for capital improvements" contained in the Council/Controller plan. He stated that numbers are placed there as if they are fact and said he is asking what garage rates produce that amount of free cash flow and what meter calculation we have that says that there is \$92 million. He said that, without documentation, the process is just putting numbers on a piece of paper, adding that the numbers need to be analyzed and, until we know the rates that produce these revenues, they can't be validated.

Mr. Onorato questioned the basis for the numbers in the power-point presentation regarding the capital outlay for meters.

Ms. Rudiak stated that the scenario takes into account that each pay-and-display meter would cost approximately \$15,000 and said the installation locations are the same that were in the concessionaire agreement. She said as soon as the rate hits \$1.50 in certain neighborhoods, the implementation of the pay-and-display meters would occur.

Mr. Kunka commented that there is a lot of ambiguity and inaccuracies in the report and that is why the Board needs time to digest it.

Ms. Rudiak made a motion to introduce the resolution to form the Cooperative Parking Revenue Task Force, an inter-governmental task force that shall meet to explore opportunities and make recommendations for increasing the Public Parking Authority of Pittsburgh's annual revenues.

Mr. Kunka asked for a second to the motion.

There was none.

Mr. Kunka noted that he does not believe that all aspects of this particular resolution is unacceptable to the Board and said he does not know if the Board fully endorses its direction. He said he does believe that the Board agrees that cooperation between the City and the Authority is a worthwhile objective that the Board should pursue. He repeated he does not believe this is the vehicle in which to do it.

Ms. Rudiak stated that she would welcome any vehicle that would accomplish that goal.

EXECUTIVE DIRECTOR'S REPORT

Mr. Onorato updated the Board on the status of the Mon Wharf. He stated that, including tomorrow, it will have been closed 10 days during April and a total of 30 days during fiscal year 2011, resulting in a revenue loss averaging \$3,600 per day. He said that based on the forecast, it could be into the middle of next week before we can re-open.

Mr. Onorato updated the board that Resolution #46 of November 2010 was passed for the Authority to solicit bids for the upgrade of an exit station at the Ninth and Penn Garage. He said staff was advised that the time of this particular upgrade would be outdated regarding the Authority's PCI Compliance requirement. He said he recommended that we hold off on the upgrade until the new PCI compliant upgrade is available and effect the change at that time.

Mr. Onorato advised that the Authority was contacted by Magnus Rex Filming regarding on-location shooting for the Batman movie scheduled to begin late in the summer. He said they are requesting arrangements for parking in downtown in garages and at meters throughout downtown and Oakland. Mr. Onorato stated that they will be asking for a substantial number of meters and garage spaces and they will be requesting that they be taken out of service. He advised that a meeting has been scheduled to discuss their requests.

Mr. Kunka asked if we they will be expected to pay for taking the meters and spaces out of service.

Mr. Onorato confirmed that they will.

Mr. Onorato advised that the Parking Authority has received several pilot program requests in conjunction with the IPI Expo. He said these vendors are asking to set up their equipment and operate for marketing proposes during the IPI conference to showcase their equipment. He advised that we have held off on committing to participate in any of these programs pending Board permission.

Mr. Kunka asked Mr. Onorato's opinion on the appropriateness of the Authority's involvement.

Mr. Onorato advised that given the variety of requests we have received, it would not be fair to just select one or two, he believes we would need to say yes or no to all. He mentioned that some of the programs involve receiving payment via credit card and he advised that those firms would need to set up their own accounts. Mr. Onorato believed that there would be numerous legal agreements that would need to be entered into and said at this point, he would recommend that if we do not do them all we do not do any. He said one company wanted to install 15 pay and display meters that have credit card capabilities on the street and another wanted to activate pay by space usage of our meters. He said they both involve credit card payment and said the original request was to process parking charges through the Authority's payment center. Mr. Onorato said he was uncomfortable with yielding that level of control.

Mr. Kunka asked if there were any comments or concerns from the Board.

There were none.

Mr. Onorato advised that the Board packet contains both monthly and quarterly reports and offered to answer any questions.

Ms. Rudiak wanted to go on record stating that the Financial Scholars Group Study used in her analysis was taken directly from the Parking Authority's information, similar to the data contained in these monthly and quarterly reports.

Mr. D'Addario commented that the reserved parking amounts increased dramatically and asked if there was any indication as to why.

Mr. Onorato stated that both the Parking Authority and Alco Parking participate in this program through the Pittsburgh Downtown Partnership and said the practice has become more and more popular. He noted that the reserved parking patrons do pay the normal rate.

OLD/NEW BUSINESS

Mr. Kunka asked if there was any old or new business.

There was none.

The next Board meeting is scheduled for Thursday May 19, 2011 at 10:00 a.m.

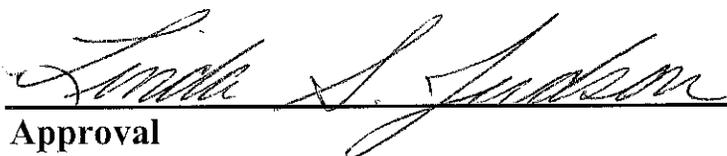
Upon motion by Ms. Rudiak and seconded by Ms. Judson the meeting was adjourned at 10:50 a.m.

APPROVED TO CONTENT



Chairman

**ACCEPTED FOR FILING IN THE AUTHORITY'S BOOK OF
MINUTES**



Approval

RESOLUTIONS