

**Minutes of the Meeting of the  
Air Transportation Stabilization Board  
February 18, 2004**

The meeting of the Air Transportation Stabilization Board (“Board”) was held in the offices of the Board of Governors of the Federal Reserve System at 20<sup>th</sup> Street and Constitution Avenue, Washington, D.C., on Wednesday, February 18, 2004.

The following people were present at the meeting:

**Board**

Edward M. Gramlich, Chairman of the Board, and Governor, Federal Reserve Board  
Brian Roseboro, Voting Member of the Board, and Acting Under Secretary for Domestic Finance, Department of the Treasury  
Jeffrey N. Shane, Voting Member of the Board, and Under Secretary for Policy, Department of Transportation

**Board Staff**

Michael Kestenbaum, Executive Director  
Jaydeep Borwankar

**Federal Reserve Board**

Christopher W. Clubb, Senior Counsel  
Daniel E. Sichel, Senior Economist

**Department of the Treasury**

Roger Kodat, Deputy Assistant Secretary for Government Financial Policy  
Michael D. Scott, Senior Advisor to the Deputy Assistant Secretary for Government Financial Policy  
Brad S. Lerner, Attorney

**Department of Transportation**

Terence W. Carlson, Attorney, Office of General Counsel  
Regis Milan, Associate Director, Office of Aviation Analysis  
Bernard Fishman, Office of Inspector General  
Mark Dayton, Office of Inspector General  
Nancy Kessler, Attorney, Office of General Counsel

GAO did not attend this meeting.

Gov. Gramlich called the meeting to order at 3:00 p.m.

The meeting commenced with the Board and staff discussing the status of US Airways proposed prepayment and request for financial covenant relief under the ATSB loan guarantee and expanded authority to engage in asset sales for non-cash consideration. The Board provided guidance to the Executive Director for further negotiation with the company.

The Board and staff discussed Aloha's pending waiver request under its ATSB loan guarantee to facilitate a renewal of a line of credit facility and progress of the negotiations with the company.

The Executive Director also discussed the status and timing of the analysis of UAL's application for a loan guarantee.

The Board also approved the minutes of its September 16, 2003, meeting.

The meeting adjourned at 4:30 p.m.