

CATEGORICAL EXEMPTION and TRADE, TRAVEL, AND TOURISM COMMITTEE REPORT relative to a Los Angeles World Airports (LAWA) contract with Austin Commercial, LP, for comprehensive engineering, design, demolition, pre-construction and construction services for the Terminal Cores and Automated People Mover Interface Project at Los Angeles International Airport (LAX).

Recommendations for Council action:

1. ADOPT the determination by the Board of Airport Commissioners that the proposed action is categorically exempt under the California Environmental Quality Act (CEQA) in accordance with Article III Class 1(18)(c) of the Los Angeles City CEQA Guidelines.
2. APPROVE the five-year contract with Austin Commercial, LP, for comprehensive engineering, design, demolition, pre-construction and construction services for the Terminal Cores and Automated People Mover Interface Project at LAX for an amount not to exceed \$336,531,000.
3. CONCUR with the action taken by the Board of Airport Commissioners on January 18, 2018 by Resolution No. 26411 authorizing the Chief Executive Officer, LAWA, to execute the contract with Austin Commercial, LP, for comprehensive engineering, design, demolition, pre-construction and construction services for the Terminal Cores and Automated People Mover Interface Project at LAX.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that this action will not impact the General Fund. Authorization for an initial allocation of \$129,306,000, available from the LAX Revenue Fund, is being requested by LAWA from the Board of Airport Commissioners to finance Phase I Design-Build Contract costs, the Department's Soft Costs, costs for Interdepartmental Orders, and related contingency costs. Project costs will be capitalized and, when the project is completed, will be recovered through landing fees, terminal rates and charges, and non-aeronautical revenues (e.g., food and beverage, retail, and rental car concessions). This project and the contract award comply with LAWA's adopted financial policies.

Community Impact Statement: None submitted.

TIME LIMIT FILE – MARCH 27, 2018

(LAST DAY FOR COUNCIL ACTION – MARCH 27, 2018)

SUMMARY

In a report to the Mayor dated February 1, 2018, the CAO states that LAWA requests authority to award a five-year contract to Dallas, Texas-based Austin Commercial, LP, for the engineering, design, preconstruction, and construction of the Terminal Cores and Automated People Mover Interface Project at LAX. According to the CAO, the proposed project consists of the design and construction of elevators, escalators, stairs, and structural supports for the future pedestrian walkways in vertical passenger circulation cores that will enable passengers from the Automated

People Mover stations and pedestrian walkways to transit to the Tom Bradley International Terminal and Terminals 5 and 6. Additional components of the project include an upgrade to the existing vertical circulation core at Terminal 7 and the design and construction of interior commercial space in the subject terminals.

The CAO goes on to report that LAWA has proposed a design-build contract method for this agreement. Design-build offers increased probability of timely project completion, optimized collaboration between LAWA and the designer and/or construction company, minimized interference with ongoing LAX operations, better leveraging of the City's project administration resources, improved design, pre-construction work, and construction, as well as avoidance of constructability issues, and reduced risk to the City. The selection of Austin was based upon a combination of qualifications and lowest ultimate cost to the City rather than cost alone.

On January 18, 2018, the Board of Airport Commissioners approved LAWA's request. The CAO concurs with this action.

At its special meeting held February 20, 2018, the Trade, Travel, and Tourism Committee recommended that Council approve the contract with Austin. as recommended by the Board of Airport Commissioners and the CAO.

Respectfully Submitted,

TRADE, TRAVEL, AND TOURISM COMMITTEE



| <u>MEMBER</u> | <u>VOTE</u> |
|---------------|-------------|
|---------------|-------------|

| | |
|-----------|-----|
| BUSCAINO: | YES |
|-----------|-----|

| | |
|--------|-----|
| BONIN: | YES |
|--------|-----|

| | |
|------------|-----|
| KREKORIAN: | YES |
|------------|-----|

jaw

-NOT OFFICIAL UNTIL COUNCIL ACTS-