

TRANSMITTAL

0150-10933-0002

TO Justin Erbacci, Chief Executive Officer Department of Airports	DATE 08/10/20	COUNCIL FILE NO.
FROM The Mayor		COUNCIL DISTRICT 11

**Request to Approve the Third Amendment to a Contract with SITA Information
Networking Computing USA, Inc. for Maintenance, Support, and Repair of
Terminal Airport Support Systems at the Los Angeles International
Airport**

Transmitted for further processing, including Council consideration. See the
City Administrative Officer report attached
(Ana Guerrero for)


MAYOR

REPORT FROM

OFFICE OF THE CITY ADMINISTRATIVE OFFICER

Date: July 2, 2020

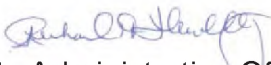
CAO File No.: 0150-10933-0002

Council File No.:

Council District: 11

To: The Mayor

From: Richard H. Llewellyn, Jr., City Administrative Officer



Reference: Communication from the Los Angeles World Airports dated June 16, 2020; referred by the Mayor for report on June 16, 2020

Subject: **REQUEST TO APPROVE THE THIRD AMENDMENT TO A CONTRACT WITH SITA INFORMATION NETWORKING COMPUTING USA, INC. FOR MAINTENANCE, SUPPORT, AND REPAIR OF TERMINAL AIRPORT SUPPORT SYSTEMS AT THE LOS ANGELES INTERNATIONAL AIRPORT**

RECOMMENDATIONS

That the Mayor:

1. Approve the Third Amendment to Contract DA-4812 between the Los Angeles World Airports and SITA Information Networking Computing USA, Inc. (SITA) to extend the term by one year, to June 30, 2021, and increase the contracting authority by \$2,143,600 to a not-to-exceed \$22,428,342, in order to continue maintenance, support, and repair services for the Terminal Airport Support Systems at the Los Angeles International Airport while the initial upgrades and common use systems consolidation are completed under a new combined contract, subject to SITA's compliance with the following Standard Provisions for City Contracts: the Living Wage Ordinance, Affirmative Action Program, Child Support Obligations Ordinance, Contractor Responsibility Program, Equal Benefits Ordinance, First Source Hiring Program for all non-trade LAX Airport jobs, Bidder Contributions CEC (City Ethics Commission) Form 55 provisions, Iran Contracting Act of 2010 Affidavit, and City Attorney approval as to form;
2. Authorize the Chief Executive Officer of the Los Angeles World Airports to execute the proposed Third Amendment; and,
3. Return the Amendment to the Department for further processing, including Council consideration.

SUMMARY

SITA Information Networking Computing USA, Inc. was first contracted by the Los Angeles World

Airports (LAWA, Department) in 2013 to provide maintenance, support, and repair services for the Terminal Airport Support Systems (TASS) at the Los Angeles International Airport (LAX). The TASS is used by international airlines operating from the Tom Bradley International Terminal (TBIT), Terminal 3, and the Terminal 4 connector. The system is also used to manage Electronic Visual Information Displays (EVID) at TBIT, Terminals 1, 2, and 3, and the Terminal 4 connector. Together, the TASS supports and manages aircraft gates, baggage handling, ticket counters, and passenger processing.

In April 2020, the Board of Airport Commissioners (Board) approved a separate five-year contract, with three one-year renewal options (for a total of eight years), with SITA to implement and support a common use technology system at LAX that will consolidate multiple, dissimilar platforms (including the TASS and EVID), currently supported by three separate contractors, into one system and one contract. That contract will become effective on July 1, 2020.

In order to maintain continuity of system support and maintenance while the new contract is being fully implemented, year one upgrades are concluded, and consolidation is completed, LAWA requests approval to extend the existing agreement with SITA for one year, from June 30, 2020 to June 30, 2021, with a corresponding increase in the contracting authority of \$2,143,600 for a total of \$22,428,342. The cost for the contract extension will be recovered from airlines using the new common use technology system.

As a result of the above, the Department's Chief Executive Officer requests approval to execute the Third Amendment to Contract DA-4812 with SITA to continue maintenance, support, and repair services for the TASS and EVID systems at LAX by extending the existing agreement for one year to June 30, 2021, and increasing the contracting authority.

The Board of Airport Commissioners approved this item at its meeting of June 18, 2020.

FISCAL IMPACT STATEMENT

Approval of the Third Amendment with SITA Information Networking Computing USA, Inc. to continue maintenance, support, and repair services for Terminal Airport Support Systems at the Los Angeles International Airport will have no impact on the City's General Fund. Funding for the \$2,143,600 cost increase for a one-year term extension is available in the Department's 2020-2021 Operating Budget in Cost Center 1170010 – IT Airport Operations – Contractual Services and Materials and Supplies or through other Board of Airport Commissioners-approved Work Breakdown Structure Elements. Future years' funding will be requested as part of the annual budget process. This project complies with the Department of Airports' adopted Financial Policies.