

RESOLUTION NO. 28379

WHEREAS, Los Angeles World Airports management presents for approval, Fourth Amendment to Contract DA-5620 with Hensel Phelps Construction Co. to add \$184,000,000 to the contract authority, for new total not to exceed \$492,000,000, covering the Central Terminal Area Curbside Improvement Program at Los Angeles International Airport, and appropriation of \$193,313,200 to the Infrastructure Capital Program at said airport; and

WHEREAS, the Central Terminal Area (CTA) Curbside Improvement Program is enhancing customer experience for passengers, employees, and guests at Los Angeles International Airport (LAX) through a series of improvements, including upgraded crosswalks and roadways; curbside enhancements such as new paint, landscaping, and passenger loading zones with better bollard placement; and enhanced lighting throughout the CTA; and

LAX

Van Nuys

City of Los Angeles

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Mayor

Board of Airport
Commissioners

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Vice President

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John Ackerman
Chief Executive Officer

WHEREAS, occupying the same physical area is the proposed Infrastructure Capital Program (ICP) CTA – Utilities Replacement Program (CTA-URP), which is focused on mitigating operational risks associated with aging underground infrastructure, optimizing utility systems to meet current demands, and accommodating future airport growth. The CTA-URP includes the replacement and/or repairs to select utility crossings within the CTA for the hot and chilled water, domestic water, fire water, sewer and natural gas mechanical systems; and

WHEREAS, because the CTA-URP work overlaps with the footprint of the ongoing CTA Curbside Improvement Program, and because both efforts share the critical objective of supporting LAX's readiness for the 2028 Olympic and Paralympic Games, the Fourth Amendment adds the CTA-URP scope to the already-mobilized design-builder for the CTA Curbside Improvement Program; and

WHEREAS, said integrated delivery approach leverages the existing design-build team to enable immediate site access, while minimizing operational disruption through shared temporary barriers, wayfinding signage, safety controls, and quality oversight. By integrating scopes, the approach also reduces costs by avoiding rework to concrete islands, bollards, landscaping, and paving throughout the CTA. Finally, assigning overlapping scopes to a single design-builder improves coordination, reduces schedule risk, and ensures cohesive execution across both programs; and

WHEREAS, the CTA-URP has completed its planning phase, including all below-grade utility surveys, and has advanced design to the 15% level. With those milestones complete, the program is now ready to advance into the comprehensive design-build phase. To proceed appropriately and maintain alignment with program requirements and schedule commitments, the Fourth Amendment and project appropriations are necessary to add the scope to the existing design-build contract; and

WHEREAS, following is the proposed ICP CTA-URP project budget:

	\$ 27,600,000	Owner's Contingency
<u>\$238 million</u>	\$ 23,920,000	Soft Costs
\$45.0 million (prior actions)	\$ 2,793,200	Hard Costs (other City services)
\$193.3 million (current action)	\$184,000,000	Hard Costs (DA-5620/Fourth Amendment)
	<u>\$238,313,200</u>	Total Proposed Project Appropriations; and



WHEREAS, following are the previous and current appropriations for ICP:

Location	Prior Appropriations		Current (CTA-URP)	Totals
	Non CTA-URP Projects	CTA-URP		
Airside - Airfield	\$ 21,224,465			\$ 21,224,465
Central Terminal Area	\$ 28,038,226	\$45,000,000	\$169,393,200	\$242,431,426
Central Utility Plant	\$ 16,626,147			\$ 16,626,147
Project Management	\$ 37,325,000		\$ 23,920,000	\$ 61,245,000
Terminal 1	\$ 6,000,000			\$ 6,000,000
Terminal 2	\$ 26,000,000			\$ 26,000,000
Terminal 3	\$ 5,000,000			\$ 5,000,000
Terminal 4	\$ 6,000,000			\$ 6,000,000
Terminal 6	\$130,764,526			\$130,764,526
Terminal 7	\$ 44,000,000			\$ 44,000,000
Terminal 8	\$ 37,146,636			\$ 37,146,636
Tom Bradley International Terminal	\$ 55,000,000			\$ 55,000,000
FlyAway at Van Nuys Airport	\$ 6,000,000			\$ 6,000,000
	\$419,125,000	\$45,000,000	\$193,313,200	\$657,438,200; and

WHEREAS, the project is included in LAWA's Investment Plan and programmed as part of the 2024 Capital Improvement Plan (CIP) with a direct budget of \$657,438,200, which includes hard costs, owner's controlled costs, and contingency. The current appropriation is within said amount and will not increase the CIP; and

WHEREAS, the design builder for the CTA-URP will be required to meet the following participation levels for that portion of the work:

- Small Business Enterprise – 30%
- Local Business Enterprise – 20%
- Local Small Business Enterprise – 15%
- Disabled Veteran Business Enterprise – 3%; and

WHEREAS, actions taken on this item by the Board will become final pursuant to the provisions of Los Angeles City Charter Section 373;

NOW, THEREFORE, BE IT RESOLVED that the Board of Airport Commissioners hereby adopts the staff report; further adopts staff's determination that the requested action is exempt from the California Environmental Quality Act (CEQA) pursuant to Article III Class 1 (1) , Article III Class 1 (2), Article III Class 1 (3), Article III Class 1 (6), and Article III Class 1 (12) of the Los Angeles City CEQA Guidelines; approves the Fourth Amendment to Contract DA-5620 with Hensel Phelps Construction Co. to add \$184,000,000 to the contract authority, for new total not to exceed \$492,000,000, covering the Central Terminal Area Curbside Improvement Program at Los Angeles International Airport; authorizes the Chief Executive Officer, or designee, to execute said Fourth Amendment to Contract DA-5620 with Hensel Phelps Construction Co. subject to approval by the Los Angeles City Council and approval as to form by the City Attorney; and further approves appropriation and allocation of not to exceed \$193,313,200 from LAX Revenue Fund to WBS

Elements 1.25.05A-700 Infrastructure Capital Program – Management Project (\$23,920,000) and
1.25.21A-700 Infrastructure Capital Program – Central Terminal Area Project (\$169,393,200).

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I hereby certify that this Resolution No. 28379
is true and correct, as adopted by the Board of
Airport Commissioners at its Special Meeting
held on Thursday, May 14, 2026.



Esther N. Alailima Semeatu – Assistant Secretary
BOARD OF AIRPORT COMMISSIONERS