



Approved by:	David Reich Deputy Executive Director Mobility Planning & Strategy	 <u>David Reich (12/12/2025 15:47:38 PST)</u>
ITEM TYPE	<input type="checkbox"/> Award <input checked="" type="checkbox"/> Amendment <input type="checkbox"/> Appropriation <input type="checkbox"/> Policy/Program <input type="checkbox"/> Other	
SUBJECT	Request to adopt the following report and approve the Second Amendment to Contract DA-5504 with LAZ Parking California, LLC to (1) extend the term month-to-month for nine months through October 31, 2026, and (2) increase contract authority by \$12,000,000, to a new total amount of \$69,000,000, for operation and management of transportation shuttles at Los Angeles International Airport.	

Item REQUIRES City Council Approval.    Item is subject only to STANDARD REVIEW by the City Council.

## DISCUSSION

### 1. Background and Necessity of Requested Action

<b>05-14-2021</b>	<b>Resolution #27247 (DA-5504)</b>	Award
Established a three-year contract with LAZ Parking California, LLC (LAZ) covering the operation and management of transportation shuttle services, inter-terminal airline connections, Americans with Disabilities Act (ADA) on-call shuttle for terminal connections, Metro Green Line to the Central Terminal Area (CTA) and LAX Economy Parking at Los Angeles International Airport (LAX).		
<b>05-22-2024</b>	<b>Resolution #27861 (DA-5504A)</b>	Amendment
Approved the First Amendment with LAZ to extend the contract term by one year with two four-month extensions, through January 31, 2026, to increase contract authority by \$23 million for a total contract amount not to exceed \$57 million.		

LAZ currently operates and manages transportation shuttles services to support the following routes at LAX:

- Inter-terminal airline connections (“A” bus)
- ADA on-call shuttle for terminal connections
- LAX Economy Parking to CTA
- Metro C-Line (Green Line) to CTA (Metro Connector)

The current contract with LAZ will expire January 31, 2026. Staff request approval to extend the contract term until the APM is operational.

The month-to-month option for nine months will allow flexibility to continue services for the LAX Economy Parking Garage, Metro C-Line (Green Line), Inter-terminal Connector and ADA on-call shuttle as needed if any delays arise in APM commissioning or if some components of the four services are needed during the transition to post-APM operations.

If this amendment were not approved and no action is taken, then there will be no service beginning on February 1, 2026, for LAX shuttle service for Inter-terminal Connector, Metro Connector, LAX Economy Parking, and ADA Shuttle lines. Lack of these services would greatly impact guest experience and remove a necessary and familiar transportation option for airport users.

The proposed Second Amendment also includes an adjustment for the Living Wage Ordinance increase effective September 8, 2025, in addition to the annual increase July 1, 2026.

2. **Selection Process:**  Competitive process.  Other process.  Not applicable.

To provide continuous shuttle bus services for the selected routes, LAWA released a Request for Proposals on October 26, 2020. Three qualified proposals were received. After evaluation of the proposals, LAZ was determined to be the successful proposer, based on scope of services required and the most favorable cost proposal. In addition, LAZ had solid airport and LAX transportation experience, as they have provided services for Economy Lot E and provided current services for LAX-it.

Request to find that Charter Sec. 1022 is applicable to this action.

3. **Fiscal Impact:**  None.  Revenue generation.  Cost/cost recovery.  Other.

Costs incurred under this contract will be recovered through landing fees, terminal rates and charges, and non-aeronautical revenues.

4. **Alternative Actions:**  Alternatives considered.  No alternatives considered.

## APPROPRIATIONS

Appropriation required.  No appropriation required.  Funding is available.

## INCLUSIVITY & IMPACT

Goals/requirements identified.  No goals/requirements stipulated.  N/A or other.

Procurement Services established a mandatory 10% Airport Concessions Disadvantaged Business Enterprise Program (ACDBE) participation. When LAWA was tracking this business enterprise program, LAZ maintained compliance. However, under recent Federal Guidelines, LAWA is prohibited from tracking or reporting goals.

## PROVISIONS

The Chief Executive Officer has approved this item.

The Board of Airport Commissioners is hereby requested to adopt staff's determination that the requested action is exempt from the California Environmental Quality Act (CEQA) pursuant to Article II, Section 2.f of the Los Angeles City CEQA Guidelines.

The Board is hereby further requested to authorize the Chief Executive Officer, or designee, to execute the Second Amendment to Contract DA-5504 with LAZ Parking California, LLC subject to approval by the Los Angeles City Council and approval as to form by the City Attorney.

Actions taken on this item by the Board of Airport Commissioners will become final pursuant to the provisions of Los Angeles City Charter Section 373.