

 <p style="text-align: center;"><b>Council Communication</b> Office of the City Manager</p>	<b>Date:</b> April 25, 2011
	<p><b>Agenda Item No.</b> 39</p> <p><b>Roll Call No.</b> <u>11-0691</u></p> <p><b>Communication No.</b> <u>11-249</u></p> <p><b>Submitted by:</b> Donald L. Smithey Aviation Director</p>

**AGENDA HEADING:**

Approve Amendment No.3 to the Other Transaction Agreement (OTA) with Transportation Security Administration (TSA) to Extend Completion Date of Baggage Handling System Project to March 31, 2012.

**SYNOPSIS:**

When the Transportation Security Administration (TSA) was established it was strictly mandated to deploy federal screeners and have systems in place to screen all checked baggage for explosives no later than December 31, 2002. Because of the urgency to deploy a system at our Airport, the initial TSA baggage screening equipment was installed by a TSA contractor with minimal thought as to the efficiency of operations. Airport Staff developed a project and secured TSA funding for a new baggage screening system which considered operational efficiency and provided additional space for airlines to operate.

**FISCAL IMPACT:**

Amount: There is no fiscal impact as only the project completion date is being changed.

Funding Source: N/A

**ADDITIONAL INFORMATION:**

On September 5, 2007, the Transportation Security Administration requested that the schematic design of the new system be changed to accommodate newer baggage screening equipment and agreed to reimburse the Airport for costs associated with the Baggage Handling System through the execution of an Other Transaction Agreement (OTA) in an amount not to exceed \$3,000,000.00.

On September 10, 2007, by Roll Call No. 07-1789, City Council approved the OTA with TSA.

On September 14, 2009, by Roll Call No. 09-1660, City Council approved an amendment to the current OTA to extend the project completion date to June 30, 2010 and the agreement performance date to September 30, 2010.

Amendment No. 2 to the OTA, approved by Council on June 14, 2010, by Roll Call No. 10-926,

extended the completion date to March 31, 2011. All other terms and conditions remained unchanged.

The bag belt system was put into operation in December of 2010. With operational experience, the TSA has requested some modifications and additions to the system. Items requested by the TSA would be installed by the Airport and reimbursed 100% through the OTA. The estimated price of the items requested by the TSA is \$85,180.00.

There are sufficient funds in the current OTA to fund the TSA's requests; however, an extension to the termination date is required to utilize the current agreement. Amendment No. 3 to the OTA extends the project completion and performance date to March 31, 2012. All other terms and conditions remain unchanged. TSA has agreed to the modification of the agreement.

The project is currently underway. This amendment simply provides adjustments to the project completion date based on the construction schedule.

#### **PREVIOUS COUNCIL ACTION(S):**

Date: June 14, 2010

Roll Call No: 10-926

Action: [Amendment](#) No. 2 to Other Transaction Agreement (OTA) with Transportation Security Administration (TSA) extending the completion date to March 31, 2011. ([Council Communication No. 10-312](#)) **Moved by Hensley to adopt. Motion Carried 7-0.**

Date: September 14, 2009

Roll Call No.: 09-1660

Action: [Amendment](#) No. 1 to Other Transaction Agreement (OTA) with Transportation Security Administration (TSA) to extend completion date of Baggage Handling System Project to June 30, 2010 and agreement performance date to September 30, 2010. ([Council Communication No. 09-630](#)) **Moved by Vlassis to adopt. Motion Carried 7-0.**

Date: September 10, 2007

Roll Call No.: 07-1789

Action: [Funding](#) Agreement with Transportation Security Administration (TSA) for the construction of the Airport Baggage Handling Project, not to exceed \$3,000,000. ([Council Communication No. 07-541](#)) **Moved by Hensley to adopt. Motion Carried 7-0.**

#### **BOARD/COMMISSION ACTION(S):**

Date: April 5, 2011

Resolution Number: A11 -042

Action: Recommend Approval to Amendment No. 3 to the Other Transaction Agreement (OTA) with Transportation Security Administration (TSA) to extend the completion date of the Baggage Handling System Project to March 31, 2012. Moved by Mr. Cupp to adopt. Motion carried: 7-0

Date: June 1, 2010

Resolution Number: A10-106

Action: Recommend Approval to Amendment No. 2 to the Other Transaction Agreement (OTA) with Transportation Security Administration (TSA) to extend the completion date of the Baggage Handling System Project to March 31, 2011.

Date: September 1, 2009

Resolution Number: Airport Board A09-155

Action: Recommend approval by the City Council of Amendment No. 1 to the Other Transaction Agreement (OTA) with Transportation Security Administration (TSA) to Extend Completion Date of Baggage Handling System Project to June 30, 2010 and the Agreement Performance Date to September 30, 2010.

**ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE**

For more information on this and other agenda items, please call the City Clerk's Office at 515-283-4209 or visit the Clerk's Office on the second floor of City Hall, 400 Robert D. Ray Drive. Council agendas are available to the public at the City Clerk's Office on Thursday afternoon preceding Monday's Council meeting. Citizens can also request to receive meeting notices and agendas by email by calling the Clerk's Office or sending their request via email to [cityclerk@dmgov.org](mailto:cityclerk@dmgov.org).