

RESOLUTION NO. 16-25

Rescinding Resolution 16-15 and Approving an Agreement for the Airports
Authority to Reimburse
Delta Air Lines for Hangar Tenant Improvements
at Ronald Reagan Washington National Airport

WHEREAS, On July 20, 2016, the Board of Directors adopted Resolution No. 16-15 in which the Board approved entering into an agreement with Delta Air Lines (Delta) to reimburse Delta in an amount not to exceed \$300,000, for the design and construction of necessary modifications associated with Delta's relocation from Hangar 4 to Hangar 3 at Ronald Reagan Washington National Airport (Reagan National) consistent with the terms presented to the Business Administration Committee at its July 20, 2016 meeting;

WHEREAS, Following the July 20, 2016 Board of Directors meeting, Delta solicited competitive bids for the design and construction services which came in greater than the initial estimates;

WHEREAS, Staff has reviewed and validated these updated costs;

WHEREAS, The Business Administration Committee has reviewed the new cost information, as presented by staff at its September 21, 2016 meeting, and has recommended that the Board of Directors again approve a reimbursement agreement be entered with Delta under which the airline will design and construct necessary modifications as a result of its relocation;

WHEREAS, Funding for this reimbursement agreement in an amount not to exceed \$650,000 is included in the approved 2016 Capital Construction Program budget;

WHEREAS, Delta will be obligated under the agreement to obtain competition for the design and construction services;

WHEREAS, Delta will be obligated under the agreement to achieve the Airports Authority's Local Disadvantaged Business Enterprise participation goal of 25 percent;



WHEREAS, Delta will be required to submit originals of all paid invoices with a detailed accounting of the payments before the Airports Authority issues reimbursements; and

WHEREAS, Delta will ensure that title to the improvements will vest in the Airports Authority immediately upon substantial completion and acceptance by the Airports Authority; now, therefore, be it

RESOLVED, That Resolution No. 16-15 is hereby rescinded; and

2. That the President and Chief Executive Officer is authorized and directed to enter into an agreement with Delta pursuant to which the Airports Authority will reimburse Delta for the design and construction of necessary modifications associated with Delta's relocation from Hangar 4 to Hangar 3 at Reagan National consistent with the terms presented to the Business Administration Committee at its September 21, 2016 meeting.

Adopted September 21, 2016


Monica R. Hargrove, Secretary