City of Charlotte



Charlotte-Mecklenburg Government Center 600 East 4th Street Charlotte, NC 28202

Legislation Details (With Text)

File #: 15-21531 **Version:** 1 **Name:**

Type: Consent Item Status: Approved

File created: 11/3/2023 In control: City Council Business Meeting

On agenda: 2/26/2024 Final action: 2/26/2024

Title: Airport Baggage Handling System Operation, Maintenance, and Repair Contract Amendment

Attachments:

Date	Ver.	Action By	Action	Result
2/26/2024	1	City Council Business Meeting	Approve	

Airport Baggage Handling System Operation, Maintenance, and Repair Contract Amendment

Action:

Approve contract amendment #7 for \$631,716 to the contract with Siemens Postal, Parcel & Airport Logistics, LLC for maintenance, operation, and repair of the Baggage Handling System.

Staff Resource(s):

Haley Gentry, Aviation Jack Christine, Aviation

Explanation

- The Airport Baggage Handling System (BHS) sorts and screens over eight and a half million pieces
 of checked baggage annually and requires software system updates and parts replacement to
 ensure ongoing operations.
- On September 10, 2018, City Council approved a contract with Siemens Postal, Parcel & Airport Logistics, LLC for BHS operation, maintenance, and repair services, with expenses estimated to be \$3,821,562 annually.
- The contract has since been amended for the following reasons:
 - Amendment # 1 to amend language allowing temporary reduction in staff due to COVID 19.
 - Amendment # 2 to exercise 1st contract renewal.
 - Amendment # 3 to exercise 2nd contract renewal.
 - Amendment # 4 to extend contract term for an additional 3 months through January 31, 2024.
 - Amendment # 5 in the amount of \$471,233 to add additional staff to improve system capacity during peak operations.
 - Amendment # 6 to add \$1,717,767.48 in additional funds for parts replacement and repairs that allow for continued maintenance and reliability of the BHS.
- On February 21, 2023, the city issued a Request for Proposals for BHS operation, maintenance, and repair services and selected a new vendor.
- This amendment will extend the contract by two months through June 30, 2024, to ensure a smooth transition to the new contracted vendor for these services.
- The total value of this contract including all amendments is \$22,854,953.29.

Charlotte Business INClusion

All additional work involved on this amendment will be performed by Siemens Postal, Parcel & Airport Logistics, LLC and their existing subcontractor.

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Fiscal Note

Funding: Aviation Capital Investment Plan and Aviation Operating Budget