CLARK COUNTY BOARD OF COMMISSIONERS
AGENDA ITEM

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<th>Issue:</th>
<th>Reimbursement for Beneficial Improvements</th>
<th>Back-up:</th>
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<td>Petitioner:</td>
<td>Randall H. Walker, Director of Aviation</td>
<td>Clerk Ref. #</td>
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Recommendation:

That the Board of County Commissioners approve and authorize the reimbursement to Southwest Airlines Company for permanent improvements to the baggage handling system in the South Ticketing area of Terminal 1 at McCarran International Airport.

FISCAL IMPACT:

The County will reimburse Southwest Airlines Company for actual costs incurred for improvements to the baggage handling system not to exceed four million six hundred sixty-four thousand eight hundred forty-eight and 51/100 ($4,664,848.51) dollars. Funds are available from Fund 5210.015 2004A2 Bonds Proceeds.

BACKGROUND:

In order to accommodate its passenger growth, Southwest Airlines Company, removed and installed two (2) new larger baggage make-up units and expanded the existing canopy in its operational area in South Ticketing, as part of its T-Point expansion project. Southwest Airlines Company tied their baggage handling system into the County operated in-line security screening node and is requesting reimbursement from the County for these improvements not to exceed four million six hundred sixty-four thousand eight hundred forty-eight and 51/100 ($4,664,848.51) dollars. They have also asked that these improvements be accepted as owned by County and to be part of the beneficial improvements to the Airport, in accordance with N.R.S. 496.090. Southwest Airlines Company has submitted all paid invoices and payment verifications, and these have been reviewed by staff and accepted as true and correct.

Following the Board's approval of this reimbursement, staff will prepare the necessary document to reimburse Southwest Airlines Company for actual costs not to exceed four million six hundred sixty-four thousand eight hundred forty-eight and 51/100 ($4,664,848.51) dollars.

Respectfully submitted,

RAN DALL H. WALKER
Director of Aviation

4/7/2009