

Memorandum



Date: June 3, 2008

To: Honorable Chairman Bruno A. Barreiro
and Members, Board of County Commissioners

From: George M. Burgess
County Manager

Supplement to
Agenda Item No. 8(A)1(B)

Subject: Supplement to Change Order No. MDAD-3, Sumitomo Corporation of America, North Terminal Development Program Automated People Mover System, Project No. B702B, which increases the Contract Amount by \$20,830,437.

This supplement to the Change Order No. MDAD-3 with Sumitomo Corporation of America (SCOA) provides additional information regarding the funding for this item, particularly with respect to funding through the American Airlines Claims Fund.

The uncommitted fund balance remaining in the AA claims account, assuming this item and the Sumitomo item are adopted by the Board, is \$45 million. The County has resolved the vast majority of the claims that existed on the North Terminal prior to County takeover of the project. At this time, and based on information currently available, the County believes that the aggregate of the funds in the Claims Reserve Fund and the remaining payment installments is sufficient to pay all "claims" on the North Terminal at that term is defined in Article 3.2 of the Claims Administration Agreement between the County and American Airlines, even after funding of this item, and therefore funds are being withdrawn from the Claims Fund pursuant to Article 3.6.

Further, since this item went to Committee, the discrepancy in POJV and SCOA schedules has been resolved.


Assistant County Manager

