#### NON-FEDERAL REIMBURSABLE AGREEMENT

#### **BETWEEN**

## DEPARTMENT OF TRANSPORTATION FEDERAL AVIATION ADMINISTRATION

#### **AND**

## CITY OF FORT LAUDERDALE FORT LAUDERDALE, FL

**WHEREAS**, the Federal Aviation Administration (FAA) can furnish directly or by contract, material, supplies, equipment, and services which the City of Fort Lauderdale (Sponsor) requires, has funds available for, and has determined should be obtained from the FAA;

WHEREAS, it has been determined that competition with the private sector for provision of such material, supplies, equipment, and services is minimal; the proposed activity will advance the FAA's mission; and the FAA has a unique capability that will be of benefit to the Sponsor while helping to advance the FAA's mission;

WHEREAS, the authority for the FAA to furnish material, supplies, equipment, and services to the Sponsor upon a reimbursable payment basis is found in 49 U.S.C. § 106(1)(6) on such terms and conditions as the Administrator may consider necessary;

**NOW THEREFORE**, the FAA and the Sponsor mutually agree as follows:

#### **ARTICLE 1. Parties**

The Parties to this Agreement are the FAA and City of Fort Lauderdale.

## **ARTICLE 2. Type of Agreement**

This Agreement is an "other transaction" authorized under 49 U.S.C. § 106(1)(6). It is not intended to be, nor will it be construed as, a partnership, corporation, joint venture or other business organization.

#### **ARTICLE 3. Scope**

A. The purpose of this Agreement between the FAA and the Sponsor is to extend the normal operational hours of the Fort Lauderdale Executive Airport Air Traffic Control Tower (ATCT) to operate 24 hours a day in order to adhere to the recommendations of noise compatibility studies done under the FAA Part 150 requirement. During night hours, the controllers will be routing traffic away from affected communities identified in the studies. The ATCT has normal operating

hours of 0600 local time to 2400 local time. The amount of traffic during the hours of 0000 and 0600 local-time does not warrant the FAA to provide normal air traffic control services at FXE. This Agreement provides funding for the FAA to establish these services. Therefore, this Agreement is titled:

# FXE Provide Air Traffic Services for Extended Hours at Fort Lauderdale Executive Airport FY18 – FY22

- B. The FAA will perform the following activities:
  - 1. Air Traffic Control services at the FXE ATCT by extending its hours of operation for a period of time between 0000 through 0600 hours local time, Sunday through Saturday, 7 days a week, 365 days per year. The FAA will provide this service unless it is prevented from doing so due to causes beyond its control and without fault or negligence. Deviations or changes in operations hours will be coordinated with FXE Airport Manager, or their representative.
- C. The Sponsor will perform the following activities:
  - 1. The City of Fort Lauderdale agrees to pay to the FAA actual cost incurred under this Agreement.

D.	This agreement is in whole or in part funded with funding from an AIP grant [] Yes
	[X] No. If Yes, the grant date is: and the grant number is:
	If the grant information is not available at the time of
	agreement execution, the Sponsor will provide the grant information to the FAA
	when it becomes available.

## **ARTICLE 4. Points of Contact**

#### A. FAA:

- 1. The FAA Eastern Service area, Planning and Requirements will provide administrative oversight of this Agreement. Mia Murdock is the Planning Specialist and liaison with the Sponsor and can be reached at 404 305-7333 or via email at mia.murdock@faa.gov. This liaison is not authorized to make any commitment, or otherwise obligate the FAA, or authorize any changes which affect the estimated cost, period of performance, or other terms and conditions of this Agreement.
- 2. The FAA Air Traffic Division out of Fort Lauderdale will perform the scope of work included in this Agreement. Richard Sacks is the FXE ATCT Air Traffic Manager and liaison with the Sponsor and can be reached at 954 776-1046 ext 204 or via email at richard.t.sacks. This liaison is not authorized to make any commitment, or otherwise obligate the FAA, or authorize any changes which affect the estimated cost, period of performance, or other terms and conditions of this Agreement.

3. FAA Contracting Officer: The execution, amendment, and administration of this Agreement must be authorized and accomplished by the Contracting Officer, Gail Edwards who can be reached at 404 305-5182 or via email at gail.edwards@faa.gov.

## B. Sponsor:

City of Fort Lauderdale Attn: Rufus James 6000 N.W. 21<sup>st</sup> Avenue Fort Lauderdale, FL 33309 (954) 828-4969

#### **ARTICLE 5. Non-Interference with Operations**

The Sponsor understands and hereby agrees that any relocation, replacement, or modification of any existing or future FAA facility, system, and/or equipment covered by this Agreement during its term or any renewal thereof made necessary by Sponsor improvements, changes, or other actions which in the FAA's opinion interfere with the technical and/or operations characteristics of an FAA facility, system, and/or piece of equipment will be at the expense of the Sponsor, except when such improvements or changes are made at the written request of the FAA. In the event such relocations, replacements, or modifications are necessitated due to causes not attributable to either the Sponsor or the FAA, the parties will determine funding responsibility.

## **ARTICLE 6. Property Transfer – RESERVED**

## **ARTICLE 7. Estimated Costs**

The estimated FAA costs associated with this Agreement are as follows:

DESCRIPTION OF REIMBURSABLE ITEM	ESTIMATED COST
Labor	
FY18 (2) Controller Salary (\$332,623.20), OT (\$75,036.00/2 controllers)	\$407,659.20
FY19 (2) Controller Salary (\$332,623.20), OT (\$75,036/2 controllers) & Contingency 6% (\$19,957.38/2 controllers)	\$427,616.58
FY20 (2) Controller Salary (\$352,580.58), OT (\$75,036/2 controllers) & Contingency 6% (\$21,154.83/2 controllers)	\$448,771.41
FY21 (2) Controller Salary (\$373,735.40), OT (\$75,036/2 controllers) & Contingency 6% (\$22,424.12/2 controllers)	\$471,195.52
FY22 (2) Controller Salary (\$396,159.52), OT (\$75,036/2 controllers) & Contingency 6% (\$23,769.56/2 controllers)	\$494,965.08
Labor Subtotal	\$2,250,207.79
Labor Overhead	\$334,741.65
Total Labor	\$2,584,949.44

DESCRIPTION OF REIMBURSABLE ITEM	ESTIMATED COST
TOTAL ESTIMATED 5 YEAR COST	\$2,584,949.44

Agreement cost will be paid annually @ the rates listed below by fiscal year. The FAA fiscal year begins October 1<sup>st</sup>. Payment is due no later than August 15 of the preceding fiscal year.

(Annual cost includes overhead)

FY18 \$468,302.72

FY19 \$491,222.96

FY20 \$515,530.79

FY21 \$541,290.72

FY22 \$568,596.25

\$2,584,949.44

## **ARTICLE 8. Period of Agreement and Effective Date**

The effective date of this Agreement is the date of the last signature. This Agreement is considered complete when the final invoice is provided to the Sponsor and a refund is sent or payment is received as provided for in Article 9, Section E of this Agreement. This Agreement will not extend more than five years beyond its effective date.

## **ARTICLE 9. Reimbursement and Accounting Arrangements**

- A. The Sponsor agrees to prepay the entire estimated cost of the Agreement. The Sponsor will send a copy of the executed Agreement and submit full advance payment in the amount stated in Article 7 to the Accounting Division listed in Section C of this Article. The advance payment will be held as a non-interest bearing deposit. Such advance payment by the Sponsor must be received before the FAA incurs any obligation to implement this Agreement. Upon completion of this Agreement, the final costs will be netted against the advance payment and, as appropriate, a refund or final bill will be sent to the sponsor. Per U.S. Treasury guidelines, refunds under \$1.00 will not be processed. Additionally, FAA will not bill the sponsor for amounts less than \$1.00.
- B. The Sponsor certifies that arrangements for sufficient funding have been made to cover the estimated costs of the Agreement.
- C. The Accounting Division is identified by the FAA as the billing office for this Agreement. The Sponsor will send a copy of the executed Agreement and submit the full advance payment to the Accounting Division. The sponsor can either mail the payment to the address shown below or submit payment (via check or credit card) electronically via pay.gov. All payments mailed to the FAA must include the Agreement number, Agreement name, Sponsor name, and project location.

The mailing address is:

FAA Mike Monroney Aeronautical Center Attn: AMK-322, Reimbursable Receipt Team P.O. Box 25770 Oklahoma City, OK 73125

The overnight mailing address is:

FAA Mike Monroney Aeronautical Center Attn: AMK-322, Reimbursable Receipt Team 6500 S. MacArthur Blvd. Oklahoma City, OK 73169 Telephone: 405-954-3771

The Sponsor hereby identifies the office to which the FAA will render bills for the project costs incurred as:

City of Fort Lauderdale Attn: Rufus James 6000 N.W. 21<sup>st</sup> Avenue Fort Lauderdale, FL 33309 (954) 828-4969

- D. The FAA will provide a quarterly Statement of Account of costs incurred against the advance payment.
- E. The cost estimates contained in Article 7 are expected to be the maximum costs associated with this Agreement, but may be amended to recover the FAA's actual costs. If during the course of this Agreement actual costs are expected to exceed the estimated costs, the FAA will notify the Sponsor immediately. The FAA will also provide the Sponsor an amendment to the Agreement which includes the FAA's additional costs. The Sponsor agrees to prepay the entire estimated cost of the amendment. The Sponsor will send a copy of the executed amendment to the Agreement to the FAA-Mike Monroney Aeronautical Center with the additional advance payment. Work identified in the amendment cannot start until receipt of the additional advance payment. In addition, in the event that a contractor performing work pursuant to the scope of this Agreement brings a claim against the FAA and the FAA incurs additional costs as a result of the claim, the Sponsor agrees to reimburse the FAA for the additional costs incurred whether or not a final bill or a refund has been sent.

### **ARTICLE 10. Changes and Amendments**

Changes and/or amendments to this Agreement will be formalized by a written amendment that will outline in detail the exact nature of the change. Any amendment to this Agreement will be executed in writing and signed by the authorized representative of each party. The parties signing this Agreement and any subsequent amendment(s) represent that each has the authority to execute the same on behalf of their respective organizations. No oral statement by any person will be interpreted as amending or otherwise affecting the terms of the Agreement. Any party to this Agreement may

request that it be amended, whereupon the parties will consult to consider such amendments.

#### **ARTICLE 11. Termination**

In addition to any other termination rights provided by this Agreement, either party may terminate this Agreement at any time prior to its expiration date, with or without cause, and without incurring any liability or obligation to the terminated party other than payment of amounts due and owing and performance of obligations accrued, in each case on or prior to the termination date, by giving the other party at least thirty (30) days prior written notice of termination. Payment of amounts due and owing may include all costs reimbursable under this Agreement, not previously paid, for the performance of this Agreement before the effective date of the termination; the total cost of terminating and settling contracts entered into by the FAA for the purpose of this Agreement; and any other costs necessary to terminate this Agreement. Upon receipt of a notice of termination, the receiving party will take immediate steps to stop the accrual of any additional obligations which might require payment. All funds due after termination will be netted against the advance payment and, as appropriate, a refund or bill will be issued.

#### **ARTICLE 12. Order of Precedence**

If attachments are included in this Agreement and in the event of any inconsistency between the attachments and the terms of this Agreement, the inconsistency will be resolved by giving preference in the following order:

- A. This Agreement
- B. The attachments

#### **ARTICLE 13. Legal Authority**

This Agreement is entered into under the authority of 49 U.S.C. § 106(l)(6), which authorizes the Administrator of the FAA to enter into and perform such contracts, leases, cooperative agreements and other transactions as may be necessary to carry out the functions of the Administrator and the Administration on such terms and conditions as the Administrator may consider appropriate. Nothing in this Agreement will be construed as incorporating by reference or implication any provision of Federal acquisition law or regulation.

## **ARTICLE 14. Disputes**

Where possible, disputes will be resolved by informal discussion between the parties. In the event the parties are unable to resolve any dispute through good faith negotiations, the dispute will be resolved by alternative dispute resolution using a method to be agreed upon by the parties. The outcome of the alternative dispute resolution will be final unless it is timely appealed to the Administrator, whose decision is not subject to further

administrative review and, to the extent permitted by law, is final and binding (see 49 U.S.C. § 46110).

#### **ARTICLE 15. Warranties**

The FAA makes no express or implied warranties as to any matter arising under this Agreement, or as to the ownership, merchantability, or fitness for a particular purpose of any property, including any equipment, device, or software that may be provided under this Agreement.

#### **ARTICLE 16. Insurance**

The Sponsor will arrange by insurance or otherwise for the full protection of itself from and against all liability to third parties arising out of, or related to, its performance of this Agreement. The FAA assumes no liability under this Agreement for any losses arising out of any action or inaction by the Sponsor, its employees, or contractors, or any third party acting on its behalf.

#### **ARTICLE 17. Limitation of Liability**

To the extent permitted by law, the Sponsor agrees to indemnify and hold harmless the FAA, its officers, agents and employees from all causes of action, suits or claims arising out of the work performed under this Agreement. However, to the extent that such claim is determined to have arisen from the act or omission by an officer, agent, or employee of the FAA acting within the scope of his or her employment, this hold harmless obligation will not apply and the provisions of the Federal Tort Claims Act, 28 U.S.C. § 2671, et seq., will control. The FAA assumes no liability for any losses arising out of any action or inaction by the Sponsor, its employees, or contractors, or any third party acting on its behalf. In no event will the FAA be liable for claims for consequential, punitive, special and incidental damages, claims for lost profits, or other indirect damages.

#### **ARTICLE 18. Civil Rights Act**

The Sponsor will comply with Title VI of the Civil Rights Act of 1964 relating to nondiscrimination in federally assisted programs.

#### **ARTICLE 19. Protection of Information**

The parties agree that they will take appropriate measures to identify and protect proprietary, privileged, or otherwise confidential information that may come into their possession as a result of this Agreement.

#### **ARTICLE 20. Security**

In the event that the security office determines that the security requirements under FAA Order 1600.72A applies to work under this Agreement, the FAA is responsible for

ensuring that security requirements, including compliance with AMS clause 3.14-2, Contractor Personnel Suitability Requirements are met.

### **ARTICLE 21. Entire Agreement**

This document is the entire Agreement of the parties, who accept the terms of this Agreement as shown by their signatures below. In the event the parties duly execute any amendment to this Agreement, the terms of such amendment will supersede the terms of this Agreement to the extent of any inconsistency. Each party acknowledges participation in the negotiations and drafting of this Agreement and any amendments thereto, and, accordingly that this Agreement will not be construed more stringently against one party than against the other. If this Agreement is not executed by the Sponsor within 120 calendar days after the FAA transmits it to the Sponsor, the terms contained and set forth in this Agreement shall be null and void.

AGREED:

	CRAL AVIATION MINISTRATION	CITY OF FORT LAUDER	DALE
SIGNATURE		SIGNATURE	
NAME		NAME	
TITLE	Contracting Officer	TITLE	
DATE		DATE	

**IN WITNESS WHEREOF**, the parties hereto have executed this Agreement on the day and year provided below.

<u>AGENCY</u>	
	CITY OF FORT LAUDERDALE, through its CITY COMMISSIONERS
ATTEST:	
	By:
	John P. "Jack" Seiler, Mayor
Jeffrey A. Modarelli, City Clerk	day of, 2017
(CEAL)	
(SEAL)	By:
	Lee R. Feldman, City Manager
	Approved as to form by Office of City Attorney
	Ву:
	Candace R. Duff, Assistant City Attorney