

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 19-0146

AUTHORIZATION TO EXTEND THE COMMISSION-APPROVED REIMBURSEMENT PERIOD FOR THE “SECTION 559” REIMBURSABLE FEE AGREEMENT, WITH U.S. CUSTOMS AND BORDER PROTECTION, AND APPROVAL OF UP TO AN ADDITIONAL \$4.5 MILLION IN FUNDING THROUGH DECEMBER 31, 2023

WHEREAS, on January 3, 2013, the United States of America implemented the Reimbursable Fee Agreement Program to enhance security and service levels at airports and ports through expanded staffing by U.S. Customs and Border Protection (CBP) pursuant to “Section 559” Reimbursable Fee Agreement (Agreement); and

WHEREAS, on August 19, 2014, pursuant to Resolution No. 14-0167, the Airport Commission (Commission) approved the Agreement between San Francisco International Airport (Airport) and CBP for a five-year period (CBP Reimbursement Period), which expires December 13, 2019; and

WHEREAS, the Agreement authorizes reimbursement of as-needed overtime pay for CBP staff providing Federal Inspection Services at the International Terminal; and

WHEREAS, from commencement of the Agreement to date, reimbursements to CBP total approximately \$4.7 million; and

WHEREAS, the Airport now seeks Commission authorization to extend the CBP Reimbursement Period through December 31, 2023 (Extended Reimbursement Period) and approve additional funding up to \$4.5 million for the corresponding period; now, therefore, be it

RESOLVED, this Commission hereby authorizes the Extended CBP Reimbursement Period; and, be it further

RESOLVED, this Commission hereby approves funding up to an additional \$4.5 million over the Extended CBP Reimbursement Period; and, be it further

RESOLVED, funding is subject to the City Controller’s certification of available funds; and, be it further

RESOLVED, amounts remaining unspent each fiscal year may be carried over to subsequent fiscal years.

I hereby certify that the foregoing resolution was adopted by the Airport Commission

at its meeting of ~~2019~~ **JUN 4** - 2019


Secretary



MEMORANDUM

June 4, 2019

TO: AIRPORT COMMISSION
Hon. Larry Mazzola, President
Hon. Linda S. Crayton, Vice President
Hon. Eleanor Johns
Hon. Richard J. Guggenlime
Hon. Malcolm Yeung

19-0146

JUN 4 - 2019

FROM: Airport Director

SUBJECT: Authorization to Extend the Commission-Approved Reimbursement Period and Approval of a Funding Request of up to an Additional \$4.5 Million for the "Section 559" Reimbursable Fee Agreement with U.S. Customs and Border Protection

DIRECTOR'S RECOMMENDATION: AUTHORIZE THE EXTENSION OF THE COMMISSION-APPROVED REIMBURSEMENT PERIOD FOR THE "SECTION 559" REIMBURSABLE FEE AGREEMENT WITH U.S. CUSTOMS AND BORDER PROTECTION, AND APPROVE A FUNDING REQUEST OF UP TO AN ADDITIONAL \$4.5 MILLION FOR THE CORRESPONDING PERIOD.

Executive Summary

San Francisco International Airport (Airport) entered into an agreement with U.S. Customs and Border Protection (CBP) to provide expanded overtime services of CBP inspection officers at the International Terminal (Agreement). Although the Agreement with CBP, which commenced on December 14, 2014, does not have a specific term, the Airport Commission authorized a five-year reimbursement period. From the start of the Agreement to date, reimbursements to CBP total approximately \$4.7 million. Staff seeks Airport Commission (Commission) authorization to extend the Commission-approved reimbursement period to December 31, 2023 (Extended Reimbursement Period) and approval of additional funding of up to \$4.5 million for the corresponding period.

Background

On January 3, 2013, the United States of America implemented the Reimbursable Fee Agreement Program under Sections 559 and 560 of the Consolidated and Further Continuing Appropriations Act of 2013 (Program). The Program improves security and service levels in the processing of international travelers and cargo in excess of what CBP regularly provides under existing resource, budget, and operating conditions.

THIS PRINT COVERS CALENDAR ITEM NO. 12

AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

LONDON N. BREED MAYOR LARRY MAZZOLA PRESIDENT LINDA S. CRAYTON VICE PRESIDENT ELEANOR JOHNS RICHARD J. GUGGENHIME MALCOLM YEUNG IVAR C. SATERO AIRPORT DIRECTOR

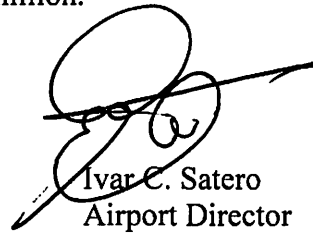
By Resolution No. 14-0167, adopted by the Commission on August 19, 2014, the Commission approved a five-year CBP reimbursement period, from December 14, 2014 through December 13, 2019. Since the start of the Agreement to date, reimbursements to CBP total approximately \$4.7 million. Staff sees a continued need for the Program due to consistent increases in international flight activity and associated incoming passenger wait times at the Airport.

Proposal

Staff requests the Commission's authorization of the Extended Reimbursement Period. Staff further requests the Commission's approval of up to an additional \$4.5 million in funding for the corresponding period.

Recommendation

I recommend the Commission approves the Extended Reimbursement Period with corresponding funding of up to an additional \$4.5 million.



Ivar C. Satero
Airport Director

Prepared by: Leo Fermin
Chief Business and Finance Officer

Attachment