

**Department of Port Control
Request for Legislation**

Ordinance No.: 597-2026

Commercial Business & Revenue

EXECUTIVE SUMMARY

The Department of Port Control (“Department”) is requesting authority to exercise the five (5) year option contemplated in the existing Parking Facilities Management, Operation and Maintenance Services Agreement, No. PS 2022-030, between the Department and SP Plus Corporation.

Background/Purpose:

Pursuant to the authority of Ordinance No. 410-2021, passed by Cleveland City Council on June 6, 2021, the Department entered into a Parking Facilities Management, Operation and Maintenance Services Agreement with SP Plus Corporation, to operate parking facilities for public and employee parking at Cleveland Hopkins International Airport (“Hopkins”) and for public parking at Burke Lakefront Airport (“Burke” and collectively with Hopkins, the “Airports”) as well as other parking facilities managed by the Department of Port Control (“Port Control”) including Lots 9 and 10 located in proximity to Burke, all situated in the City of Cleveland, Cuyahoga County, State of Ohio.

The initial term of the agreement is five (5) years, with one (5) year option to renew, which requires additional legislative authority. The agreement’s initial five (5) year term will expire on February 2, 2027.

The Department is now requesting additional legislative authority to execute the five (5) year extension, in order to maintain continuity of the parking management operations at the Airports.

Scope:

The scope of work under this agreement is to keep in place a professional commercial parking operator to manage, operate, and maintain these various owned and operated public and employee parking facilities at the Airports, and Lots 9 and 10, and to provide shuttle bus services at Hopkins.

Justification / Urgency:

The requested extension of Parking Facilities Management, Operation and Maintenance Services Agreement, PS 2022-030 with SP Plus Corporation, is necessary to ensure stable and uninterrupted parking management and shuttle bus service operations at the Airports.

The parking program represents a significant source of non-aeronautical revenue and helps offset operating costs at both Airports. Authorizing the extension provides operational certainty and revenue stability for the Department.

Anticipated Cost:

Not applicable.

Term of Contract:

The current contract is set to expire on February 2, 2027.

Employee Demographics:

Total Number of Minorities: 52

Total Number of Women: 21

Total Number of Employees: 85

Total Number of City of Cleveland Residents: 45