

LEGISLATIVE DIGEST

[Administrative Code - Waiving Contracting Requirements for a Port Lease - CAST at Large LLC]

Ordinance waiving the contracting requirements of the Administrative Code for tenant improvements performed by CAST at Large LLC, a prospective Port tenant, or its agents, for a lease with the Port of San Francisco for property at Pier 29, approved by the Port Commission

Existing Law

Chapter 6 of the Administrative Code establishes policies and procedures for public works or improvement projects undertaken by the City. Such policies and procedures include, among other things, requirements for bids and quotes for construction contracting.

Amendments to Current Law

This ordinance waives Chapter 6 contracting requirements for certain tenant improvements to property at Pier 29 to be leased by the Port of San Francisco (Port) to CAST at Large LLC (CAST). This ordinance does not waive Labor and Employment Code Articles 101-108.

Background Information

The Port is responsible for property along San Francisco's waterfront and from time enters into leases for Port property. The Port Commission has approved a lease with CAST for certain property at Pier 29.

Board of Supervisors Resolution 278-22, authorized Port to accept and expend up to \$115,887,377 in relief funds from the State's General Fund (originally sourced from American Rescue Plan Act); including approximately \$10,000,000 to be used for "tenant Improvements to attract and retain tenants." Port plans to provide a portion of those funds, as well as other monies, directly to Port tenant CAST as a tenant improvement allowance to, among other things, invest in agreed-upon improvements to Port facilities. Tenant improvements to Port facilities may be subject to the provisions of Chapter 6 of the Administrative Code regarding contracting for "public works" projects. A limited waiver of the Chapter 6 contracting requirements will reduce potential costs to Port and its tenant, thus achieving greater economic recovery and revenue generation that would otherwise be achieved.