

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 20-0096

APPROVAL OF MODIFICATION NO. 1 TO CONTRACT NO. 50178 WITH COVENANT AVIATION SECURITY, LLC TO EXERCISE THE FIRST OF TWO 2-YEAR OPTIONS TO EXTEND THE CONTRACT TERM THROUGH JUNE 30, 2022, AND INCREASE THE CONTRACT AMOUNT BY \$6,285,254, FOR NEW TOTAL NOT-TO-EXCEED AMOUNT OF \$11,785,254

- WHEREAS, the Airport's Security Program (ASP), approved by the Transportation Security Administration (TSA) requires the Airport to conduct inspections of all deliveries, merchandise, consumables, and employees accessing the Sterile Area of the Airport and to provide other security services around the Airport; and
- WHEREAS, on September 18, 2018, by Resolution No. 18-0299, the Commission awarded Contract No. 50178, General Airport Security Services to Covenant Aviation Security, LLC for an initial period of twenty (20) months, with two 2-year options to extend, at the sole discretion of the Commission, for an amount not-to-exceed \$5,500,000; and
- WHEREAS, the Airport continues to have an immediate need for as-needed general security services related to emergency or unforeseen circumstances and screenings in accordance with the ASP, TSA Regulations and Security Directives; and
- WHEREAS, Contract No. 50178 is set to expire on June 30, 2020; now, therefore, be it
- RESOLVED, that this Commission hereby approves Modification No. 1 to Contract No. 50178 for General Airport Security Services with Covenant Aviation Security, LLC to exercise the first 2-year option to extend the contract term through June 30, 2022, and increase the contract amount by \$6,285,254, for a new total not-to-exceed amount of \$11,785,254; and, be it further
- RESOLVED, that the Commission Secretary is hereby directed to request Board of Supervisors approval of Modification No. 1 to Contract No. 50178 pursuant to San Francisco Charter Section 9.118(b).

I hereby certify that the foregoing resolution was adopted by the Airport Commission
at its meeting of JUN - 2 2020


Secretary



MEMORANDUM

June 2, 2020

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

20-0096

~~██████████~~ JUN - 2 2020

FROM: Airport Director

SUBJECT: Approval of Modification No. 1 to Contract No. 50178 for General Airport Security Services with Covenant Aviation Security, LLC

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 1 TO CONTRACT NO. 50178 WITH COVENANT AVIATION SECURITY, LLC TO EXERCISE THE FIRST 2-YEAR OPTION TO EXTEND THE CONTRACT TERM THROUGH JUNE 30, 2022 AND INCREASE THE CONTRACT AMOUNT BY \$6,285,254, FOR A NEW TOTAL NOT-TO-EXCEED AMOUNT OF \$11,785,254.

Executive Summary

The Airport engages a contractor, Covenant Security (Covenant), to provide screening services on vendors bringing items into the secured area of the Airport, visitors in the entry way of the Airport Commission offices, to guard exit lanes when Transportation Security Administration (TSA) personnel are not on site, and to perform badge checks on individuals using secure bypass doors throughout the Airport. The contract with Covenant it set to expire on June 30, 2020. Staff seeks Commission authorization to exercise the first of two 2-year options to extend this contract.

Background

SFO's Airport's Security Program (ASP), a document required and approved by the TSA requires the Airport to conduct inspection of all deliveries, merchandise, consumables, and employees accessing the Sterile Area, which is situated past the screening checkpoints. TSA requires the Airport to provide guards to staff the passenger security checkpoint exit lanes during non-TSA screening hours, perform random employee inspections at direct access points to the sterile and secured areas due to the increased possibility of an insider threat incident, screen visitors to the Airport Commission administration offices in the International Terminal, and conduct gate vehicle inspections and security services in response to TSA security directives or emergencies.

THIS PRINT COVERS CALENDAR ITEM NO. 6

AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

LONDON N. BREED MAYOR	LARRY MAZZOLA PRESIDENT	ELEANOR JOHNS VICE PRESIDENT	RICHARD J. GUGGENHIME	MALCOLM YEUNG	IVAR C. SATERO AIRPORT DIRECTOR
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On September 18, 2018, by Resolution No. 18-0299, the Commission awarded Contract No. 50178 to Covenant Aviation Security, LLC for an initial period of twenty (20) months, with two 2-year options, for an amount not-to-exceed \$5,500,000 for the initial twenty-month period.

Due to the financial impacts of the COVID-19 pandemic on the City and the Airport, the City requested that all service contractors reduce the management fees by at least 5%.

Modification No. 1 will exercise the first 2-year option to extend the contract term through June 20, 2022, and increase the contract amount by \$6,285,254, for a new total not-to-exceed amount of \$11,785,254 and reduce the management fee for the term July 1, 2020 to June 30, 2021 from \$49,576 per month to \$47,097.20 per month.

Because the contract exceeds \$10,000,000, approval of the Board of Supervisors is required for Modification No. 1 to Contract No. 50178 pursuant to San Francisco Charter Section 9.118(b).

Recommendation

I recommend the Commission approve Modification No. 1 to Contract No. 50178 for General Airport Security Services with Covenant Aviation Security, LLC, to exercise the first 2-year option to extend the contract term through June 30, 2022, and to increase the contract amount by \$6,285,254, for a new total not-to-exceed amount of \$11,785,254.



Ivar C. Satero
Airport Director

Prepared by: Jeff Littlefield
Chief Operating Officer

Attachment