

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 18-0038

APPROVAL OF MODIFICATION NOS. 7 & 8 TO PROFESSIONAL SERVICES CONTRACT NO. 10011.41, PROJECT MANAGEMENT SUPPORT SERVICES FOR THE TERMINAL 1 CENTER RENOVATION PROJECT WITH ACJV, A JOINT VENTURE OF AECOM AND COOPER PUGEDA MANAGEMENT, INC., IN AN AMOUNT OF \$9,600,000 FOR A NEW CONTRACT NOT-TO-EXCEED AMOUNT OF \$28,250,000 FOR SERVICES THROUGH APRIL 30, 2019

WHEREAS, the Project is constructing a new architectural envelope, complete electrical, HVAC, and special systems replacement, new check-in facilities and passenger screening checkpoint, and passenger amenities. The Project also includes a new consolidated common use baggage handling system and checked baggage screening system, a secure connector to Boarding Area C, and a sterile connector to the International Terminal Building; and

WHEREAS, on January 20, 2015, by Resolution No. 15-0005, the Commission awarded a Contract to ACJV, a joint venture of AECOM and Cooper Pugeda Management, Inc., for Project Management Support Services for the Terminal 1 Center Renovation Project in an amount not-to-exceed \$3,500,000 for the first year of services; and

WHEREAS, on March 31, 2015, by Resolution No. 103-15, the Board of Supervisors approved the Contract and authorized the full estimated Contract amount of \$23,000,000 for services through April 30, 2020; and

WHEREAS, on March 15, 2016, by Resolution No. 16-0079, the Commission approved Modification No. 2 to this Contract for a new total not-to-exceed amount of \$10,550,000 for services through April 30, 2017; and

WHEREAS, on March 21, 2017, by Resolution No. 17-0058, the Commission approved Modification No. 4 to this Contract for a new total not-to-exceed amount of \$18,650,000 for services through April 30, 2018; and

WHEREAS, by various Modification Nos. 1, 3, 5 and 6 the Contract was amended to adjust labor rates and add new subconsultants; and

WHEREAS, together Modification No. 7 and Modification No. 8 increase the Contract by \$9,600,000 for a new total contract not-to-exceed amount of \$28,250,000 to provide for the fourth year of services through April 30, 2018; and

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WHEREAS, Modification No. 7 increases the Contract amount by \$4,348,000 for a new Contract not-to-exceed amount of \$22,998,000 to allow services to continue from the current Contract expiration date of April 30, 2018 through September 30, 2018. The cost of these services are within the amount currently authorized by the Board of Supervisors; and

WHEREAS, Modification No. 8 increases the Contract amount by \$5,252,000 for the remainder of the fourth year of services for a new Contract not-to-exceed amount of \$28,250,000 for services from October 1, 2018 through April 30, 2019; and

WHEREAS, the current budget for this Contract is \$61,325,000 with an anticipated duration of nine years of services through December 31, 2023; and

WHEREAS, the City's Contract Monitoring Division has approved a Local Business Enterprise (LBE) subcontractor participation requirement of 20% for this Contract and ACJV has committed to meeting that requirement; now, therefore, be it

RESOLVED, that the Commission hereby approves Modification No. 7 to Professional Services Contract No. 10011.41, Project Management Support Services for the Terminal 1 Center Renovation Project with ACJV in an amount of \$4,348,000 for a new Contract not-to-exceed amount of \$22,998,000 for services through September 30, 2018; and, be it further

RESOLVED, that the Commission hereby approves Modification No. 8 to Professional Services Contract No. 10011.41, Project Management Support Services for the Terminal 1 Center Renovation Project with ACJV in an amount of \$5,252,000 for a new Contract not to exceed amount of \$28,250,000 for services through April 30, 2019; and, be it further

RESOLVED, that this Commission hereby directs the Commission Secretary to seek Board of Supervisors approval of Modification No. 8 as required by San Francisco Charter Section 9.118(b) and a new authorized not-to-exceed amount equal to the amount of the Contract budget of \$61,325,000 for services through December 31, 2023.

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

at its meeting of _____

FEB 20 2018

[Signature]
Secretary



San Francisco International Airport

MEMORANDUM

February 20, 2018

TO: AIRPORT COMMISSION
 Hon. Larry Mazzola, President
 Hon. Linda S. Crayton, Vice President
 Hon. Eleanor Johns
 Hon. Richard J. Guggenlime
 Hon. Peter A. Stern

FROM: Airport Director

SUBJECT: Approval of Modification Nos. 7 & 8 (Annual Renewal) to Professional Services Contract No. 10011.41, Project Management Support Services for the Terminal 1 Center Renovation Project

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NOS. 7 & 8 TO PROFESSIONAL SERVICES CONTRACT NO. 10011.41, PROJECT MANAGEMENT SUPPORT SERVICES FOR THE TERMINAL 1 CENTER RENOVATION PROJECT WITH ACJV, A JOINT VENTURE OF AECOM AND COOPER PUGEDA MANAGEMENT, INC. IN AN AMOUNT OF \$9,600,000 FOR A NEW CONTRACT NOT-TO-EXCEED AMOUNT OF \$28,250,000 FOR SERVICES THROUGH APRIL 30, 2019.

Executive Summary

Transmitted herewith for your approval is a proposed Resolution approving Modification Nos. 7 & 8 to Professional Services Contract No. 10011.41, Project Management Support Services for the Terminal 1 Center Renovation Project with ACJV, a joint venture of AECOM and Cooper Pugada Management, Inc., in an amount of \$9,600,000 for a new Contract amount not to exceed \$28,250,000 for services through April 30, 2019.

This is the annual renewal of the Contract for the fourth year of services. The annual renewal is presented in two modifications to accommodate additional approval of this Contract by the Board of Supervisors.

The Project is constructing a new architectural envelope; complete electrical, mechanical, and special systems replacement; new check-in facilities and passenger screening checkpoint; and passenger amenities. The Project also includes a new consolidated common use baggage handling system and checked baggage screening system, a secure connector to Boarding Area C, and a sterile connector to the International Terminal Building.

This Contract provides Project Management Support Services for the Project. The Contract includes design and construction management services, project controls, contract administration, cost estimating services, field inspections, and material testing.

Background

On January 20, 2015, by Resolution No. 15-0005, the Commission awarded this Contract to ACJV, a joint venture of AECOM and Cooper Puga Management, Inc., in a not-to-exceed amount of \$3,500,000 for the initial year of services.

On March 31, 2015, by Resolution No. 103-15, the Board of Supervisors approved this Contract and authorized a not-to-exceed amount of \$23,000,000 for services through April 30, 2020.

The Commission previously approved Contract Modification Nos. 2 and 4 to increase the Contract not-to-exceed amount to \$18,650,000 and extend the Contract duration to three years. Modification Nos. 1, 3, 5 and 6 were administrative modifications to adjust labor rates and add new sub-consultants.

Together, Modification Nos. 7 and 8 increase the Contract not-to-exceed amount by \$9,600,000 for a total Contract not-to-exceed amount of \$28,250,000 for the fourth year of services through April 30, 2019. The total amount agreed to by Staff and ACJV will cause the Contract amount to exceed the amount authorized by the Board of Supervisors (\$23,000,000). Therefore, Staff recommends splitting the annual renewal for the fourth year into two modifications. Splitting the modifications will allow services to continue within the amount authorized by the Board for an interim period. Staff will then seek Board approval for the remainder of the annual renewal amount.

Modification No. 7 increases the Contract amount by \$4,348,000, for a new Contract not-to-exceed amount of \$22,998,000 for services through September 30, 2018. Pending approval by the Board, Modification No. 8 will further increase the Contract amount by \$5,252,000 for a new Contract not-to-exceed amount of \$28,250,000 for services through April 30, 2019.

The current budget for this Contract is \$61,325,000 with an anticipated duration of nine years of services. The Contract is funded from the Ascent Program – Phase 1 under the Airport's Capital Improvement Plan. The contract budget has increased due to the addition of scope and duration to the associated Design Build contract.

The forecast for this Contract is \$61,000,000 for nine years of services, and falls within the Contract budget, with the appropriate levels of contingency.

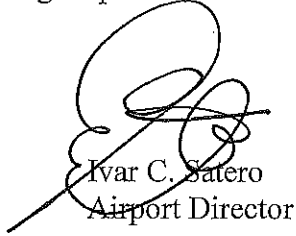
Because this Contract will exceed the value authorized by the Board of Supervisors, pending Commission approval, Staff will seek Board of Supervisor's approval of Modification No. 8 as required by the San Francisco Charter Section 9. 118(b) and a new authorized not-to-exceed amount equal to the Contract budget.

The City's Contract Monitoring Division has approved a 20% Local Business Enterprise sub-consultant participation requirement for this Contract and ACJV has committed to meeting this requirement.

Recommendation

Based on the above, I recommend that the Commission approve Modification Nos. 7 & 8 to Professional Services Contract No. 10011.41, Project Management Support Services for the

Terminal 1 Center Renovation Project with ACJV, a joint venture of AECOM and Cooper Pugeda Management, Inc., in an amount of \$9,600,000 for a new Contract not-to-exceed amount of \$28,250,000 for services through April 30, 2019.



Ivar C. Satero
Airport Director

Prepared by: Geoffrey W. Neumayr
Chief Development Officer
Planning, Design & Construction

Attachments