

#### San Francisco International Airport

# **MEMORANDUM**

March 21, 2017

TO:

AIRPORT COMMISSION

Hon. Larry Mazzola, President

Hon. Linda S. Crayton, Vice President

Hon. Eleanor Johns

Hon. Richard J. Guggenhime

Hon. Peter A. Stern

FROM: Airport Director

SUBJECT:

Approval of Modification No. 1 to Professional Services Contract No. 10071.41,

Project Management Support Services for the Terminal 3 West Modernization

Project and the Boarding Area F Passenger Boarding Bridge Project

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 1 TO PROFESSIONAL SERVICES CONTRACT NO. 10071.41, PROJECT MANAGEMENT SUPPORT SERVICES FOR THE TERMINAL 3 WEST MODERNIZATION PROJECT AND THE BOARDING AREA F PASSENGER BOARDING BRIDGE PROJECT WITH WCME JV FOR AN ADDITIONAL YEAR OF SERVICES THROUGH APRIL 3, 2018, WITH NO CHANGE IN CONTRACT AMOUNT.

#### **Executive Summary**

Transmitted herewith for your approval is a proposed Resolution approving Modification No. 1 to Professional Services Contract No. 10071.41, Project Management Support Services for the Terminal 3 West Modernization Project and the Boarding Area F Passenger Boarding Bridge Project with WCME JV, a Joint Venture of PGH Wong Engineering, Inc., Cooper Pugeda Management, Inc., MCK Americas, Inc., and Environmental & Construction Solutions, for an additional year of services through April 3, 2018.

The Terminal 3 West Modernization Project and the Boarding Area F Passenger Boarding Bridge Project (Projects) will extend the useful life of the building to meet current code requirements and enhance overall passenger experience in Terminal 3.

This Contract provides overall management expertise and oversight of the Projects. The scope of work for the Contract includes design and construction management services, project controls, contract administration, cost estimating services and field inspection.

This Modification No. 1 is for time extension only and provides for the second year of services with no increase in the contract amount.

THIS PRINT COVERS CALENDAR ITEM NO

## **Background**

This Project is necessary to upgrade seismic performance and building systems, improve passenger flow, provide a new concessions program, and allow flexibility to accommodate increases to both international and domestic flights. The T3 West Project will include renovation of the existing terminal and construction of an expanded terminal. The current scope for the Boarding Area F Passenger Boarding Bridge Project is anticipated to include improvements in alignment with SFO's Revenue Enhancement and Customer Hospitality (REACH) principles to enhance the guest experience and create revenue generating opportunities. Boarding Area F's boarding bridge replacement has been deferred due to changes in United Airlines aircraft fleet mix.

On February 16, 2016, by Resolution No. 16-0053, the Commission awarded this Contract to WCME JV in an amount of \$8,100,000 for the first year of services.

Modification No. 1 is for the second year of services with no change to the awarded Contract amount at this time. The Consultant will continue assisting staff with the Projects' scope definitions, preliminary diagrams, rough order of magnitude cost estimates, preliminary scheduling and pre-programming activities, as well as project controls and reporting.

Staff and WCME JV have evaluated the scope of services for the second year of services and agree that the balance remaining within the current approved contract amount is sufficient for the second year of services. Therefore, this modification is for increasing the contract time for the second year of services only with no change in the contract amount and the forecasted total Contract amount of \$48,000,000. Since this Contract is anticipated to exceed \$10,000,000, the Airport will seek approval from the Board of Supervisors for this Contract as required by San Francisco Charter Section 9.118(b) prior to requesting a contract modification amount above \$10,000,000.

The City's Contract Monitoring Division has approved a 20% Local Business Enterprise subconsultant participation requirement for this Contract and WCME JV has committed to meeting this requirement.

### **Recommendation**

Based on the above, I recommend that the Commission approve Modification No. 1 to Professional Services Contract No. 10071.41, Project Management Support Services for the Terminal 3 West Modernization Project and the Boarding Area F Passenger Boarding Bridge Project with WCME JV for an additional year of services through April 3, 2018.

Ivar C. Satero
Airport Director

Prepared by: Geoffrey W. Neumayr Chief Development Officer

Planning, Design & Construction

#### AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO RESOLUTION NO. 17 = 0.034

APPROVAL OF MODIFICATION NO. 1 TO PROFESSIONAL SERVICES CONTRACT NO. 10071.41, PROJECT MANAGEMENT SUPPORT SERVICES FOR THE TERMINAL 3 WEST MODERNIZATION PROJECT AND THE BOARDING AREA F PASSENGER BOARDING BRIDGE PROJECT FOR AN ADDITIONAL YEAR OF SERVICES THROUGH APRIL 3, 2018

- WHEREAS, the Terminal 3 West Modernization Project will include renovation of the existing terminal and construction of an expanded terminal area which will upgrade seismic performance, improve passenger flow, and enhance the passenger experience. The Boarding Area F Passenger Boarding Bridge Project has been deferred, but is anticipated to include improvements to enhance the guest experience and create revenue generating opportunities within the boarding area; and
- WHEREAS, on February 16, 2016, by Resolution 16-0053, the Commission awarded a contract to WCME JV, a joint venture of PGH Wong Engineering, Inc., Cooper Pugeda Management, Inc., MCK Americas, Inc., and Environmental & Construction Solutions, for Project Management Support Services for the Terminal 3 West Modernization Project and the Boarding Area F Passenger Boarding Bridge Project in amount of \$8,100,000 for the first year of services; and
- WHEREAS, Modification No. 1 is for the second year of services through April 3, 2018 with no change to the Contract amount; and
- WHEREAS, the City's Contract Monitoring Division has approved a Local Business Enterprise sub-consultant participation requirement of 20% for this Contract and WCME JV, has committed to meeting that requirement; now, therefore, be it
- RESOLVED, that the Commission hereby approves Modification No. 1 to Professional Services Contract No. 10071.41, Project Management Support Services for the Terminal 3 West Modernization Project and the Boarding Area F Passenger Boarding Bridge Project with WCME JV for an additional year of services through April 3, 2018, with no change in Contract amount.

I hereby certify that	the foregoing resolu	tion was c	adopted by the	: Airport	Commission
2 22	t the foregoing resolu	- 42 S	MAR 21	2017	
at its meeting of	,		***************************************		
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Secretary