

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 16-0221

MODIFICATION NO. 8 TO CONTRACT NO. 9024.9, CONSTRUCTION MANAGEMENT SERVICES FOR THE INTERNATIONAL TERMINAL CHECKED BAGGAGE INSPECTION SYSTEM MODERNIZATION PROGRAM AND BAGGAGE HANDLING SYSTEM IMPROVEMENTS PROJECT, WITH CAGE PROFESSIONAL SERVICES, INC. DBA CAGE, INC., TO EXTEND THE CONTRACT DURATION BY 12 MONTHS FOR SERVICES THROUGH SEPTEMBER 30, 2017

- WHEREAS, the International Terminal Building (ITB) Checked Baggage Inspection System (CBIS) Modernization Program and Baggage Handling System Improvements Project (Project) provides for the upgrade and replacement of the CBIS and Checked Baggage Resolution Area (CBRA) for the ITB under the TSA's Recapitalization Program. In addition, the Project provides for BHS control upgrades and improvements to the ITB baggage handling system; and
- WHEREAS, on March 1, 2011, by Resolution No. 11-0045, the Commission authorized the Director to execute an Other Transaction Agreement (OTA) with the TSA for 90% reimbursement of design costs, including construction management services during design, for the ITB and Boarding Area F (BAF) CBIS Modernization Program; and
- WHEREAS, on June 30, 2011, by Resolution No. 11-0146, the Commission awarded this Contract 9024.9 to CAGE Professional Services, Inc. dba CAGE, Inc. for Construction Management (CM) Services for Project; and
- WHEREAS, by various resolutions, the Commission has approved Modification Nos. 1 through 7 to provide for contract renewals tied to the schedule of the design-build contract, for a current contract amount not to exceed \$9,945,000, with a duration of 63 months through September 30, 2016; and
- WHEREAS, this Modification No. 8 to Contract No. 9024.9 with CAGE, Inc. extends the contract for another year of services through September 30, 2017 with no increase to the contract amount, to allow for support services for design coordination and cost estimating for a future design-build Request for Qualifications/Proposals. Once the new design-build contract has been awarded, Staff may recommend continuing this contract to provide general contract administration and project management support services for the full duration of the new design-build contract; and
- WHEREAS, this Project will now only include the work within the International Terminal, not BAF. It is anticipated that the BAF scope will be performed under a future, separate Airport contract. Reference to BAF in the Project's title has been removed to reflect this revised scope; and

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WHEREAS, due to the federal funding component for these services, the Airport encouraged proposers to utilize "best efforts" to subcontract at least 10% of the work to certified Federal Small Business Enterprises (SBE). Due to the specialized nature of the services, CAGE, Inc. is committed to achieving a 7.5% SBE sub-consultant participation; now, therefore be it

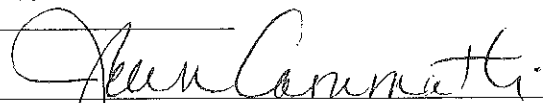
RESOLVED, that the Commission hereby approves Modification No. 8 to Contract No. 9024.9, Construction Management Services for the International Terminal Checked Baggage Inspection System Modernization Program and Baggage Handling System Improvements Project, with CAGE Professional Services, Inc. dba CAGE, Inc. to extend the contract duration by 12 months for services through September 30, 2017, and with no increase in the contract amount.

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

AUG 09 2016

at its meeting of _____


Secretary



San Francisco International Airport

MEMORANDUM

August 9, 2016

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: Modification No. 8 to Professional Services Contract No. 9024.9, Construction Management Services for the International Terminal Checked Baggage Inspection System Modernization Program and Baggage Handling System Improvements

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 8 TO PROFESSIONAL SERVICES CONTRACT NO. 9024.9, CONSTRUCTION MANAGEMENT SERVICES FOR THE INTERNATIONAL TERMINAL CHECKED BAGGAGE INSPECTION SYSTEM MODERNIZATION PROGRAM AND BAGGAGE HANDLING SYSTEM IMPROVEMENTS PROJECT, WITH CAGE PROFESSIONAL SERVICES, INC. DBA CAGE, INC., TO EXTEND THE CONTRACT DURATION BY 12 MONTHS FOR SERVICES THROUGH SEPTEMBER 30, 2017

Executive Summary

Transmitted herewith for your approval is a proposed Resolution approving Modification No. 8 to Professional Services Contract No. 9024.9, Construction Management Services for the International Terminal Checked Baggage Inspection System (CBIS) Modernization Program and Baggage Handling System (BHS) Improvements Project, with CAGE Professional Services, Inc. dba CAGE, Inc., to extend the contract duration through September 30, 2017.

The CBIS Modernization Program provides for the upgrade and replacement of the CBIS and Checked Baggage Resolution Area (CBRA) for the International Terminal Building (ITB) under the TSA's Recapitalization Program. In addition, the Project provides for BHS control upgrades and improvements to the ITB baggage handling system.

This Contract provides construction management support (CM) services for the Project. This Modification will provide time for design analysis and detailing of scope so that a new design-build contract can be procured for completion of the Project. This time extension will also allow for project management services for the early design phases of the new design-build contract.

Background

On March 1, 2011, by Resolution No. 11-0045, the Commission authorized the Director to execute an Other Transaction Agreement (OTA) with the TSA for 90% reimbursement of design costs, including construction management services, for the ITB and Boarding Area F (BAF) CBIS Modernization Program under the TSA's Recapitalization Program, which funds the modernization of the TSA's Explosive Detection Systems equipment within the CBIS and CBRAs.

THIS PRINT COVERS CALENDAR ITEM NO. 6

AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

EDWIN M. LEE LARRY MAZZOLA LINDA S. CRAYTON ELEANOR JOHNS RICHARD J. GÜGGENHIME PETER A. STERN IVAR C. SATERO
MAYOR PRESIDENT VICE PRESIDENT AIRPORT DIRECTOR

On June 30, 2011, by Resolution No. 11-0146, the Commission awarded this Contract No. 9024.9, CM Services for the ITB and BAF CBIS Modernization Program and Baggage Handling System Improvements Project, to CAGE, Inc. By various resolutions, the Commission has approved Modification Nos. 1 through 6 for this Contract to provide for contract renewals tied to the design and construction schedule of the Project. The current contract not-to-exceed amount is \$9,945,000 with a duration of 63 months for services through September 30, 2016.

Previous design-build services for this Project were provided by Vanderlande Industries (VI). The Airport put this Project on hold due to ongoing issues with the TSA-furnished screening equipment and its effect on Airport and airline operational capacity. Staff determined it was in the best interest of the Airport to close out the design-build contract with VI effective March 31, 2015.

After successful discussions with the TSA, this Project is ready to resume. This Project will now only include the work within the International Terminal, not BAF. It is anticipated that the BAF scope will be performed under a future, separate Airport contract. Reference to BAF in the Project's title has been removed to reflect this revised scope.

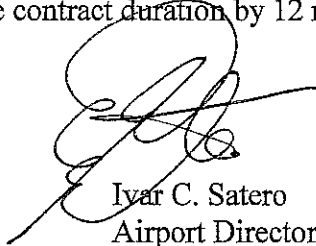
This Modification No. 8 extends the CM contract duration for another year of services with no increase to the contract value. In the next year, CAGE, Inc. will provide support services for design coordination and cost estimating for a future design-build Request for Qualifications/Proposals. Once the new design-build contract has been awarded, Staff may recommend continuing this CM contract to provide general contract administration and project management services for the full duration of the new design-build contract.

Modification No. 8 proposes that the not-to-exceed contract amount remains at \$9,945,000 with a new total contract duration of 75 months through September 30, 2017. This Project is funded from the Airport's 5-year Capital Improvement Plan. Staff continues to work with the TSA to determine the portion of the Project costs that may be reimbursed by the TSA.

Due to the federal funding component for these services, there are no Local Business Enterprise sub-consultant participation goals for the Contract. Staff encouraged proposers to utilize "best efforts" to subcontract at least 10% of the work to certified federal Small Business Enterprise (SBE). Due to the specialized nature of the services, CAGE, Inc. has achieved a 7.5% SBE sub-consultant participation.

Recommendation

Based on the above, I recommend the Commission approve Modification No. 8 to Contract No. 9024.9, Construction Management Services for the International Terminal Building Check Baggage Inspection System Modernization Program and Baggage Handling System Improvements Project, with CAGE Professional Services, Inc. dba CAGE, Inc. to extend the contract duration by 12 months for services through September 30, 2017.



Iyar C. Satero
Airport Director

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