

1 [Settlement of Contractual Dispute and Unlitigated Government Claim]

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4 **Resolution authorizing settlement of an unlitigated claim filed by Schram Construction,**  
5 **Inc. against the City and County of San Francisco for \$77,587.00; other material terms**  
6 **of said settlement are: (1) each party shall mutually release each other from all claims**  
7 **arising from the performance of PUC Contract CW 263R2 except for latent defect,**  
8 **warranty work, and punch list work as outlined in the settlement agreement; (2) Schram**  
9 **Construction, Inc. will withdraw the government claim #06-03356 it filed on or about**  
10 **June 22, 2006 against the City and County of San Francisco; and (3) Each party shall**  
11 **bears its own legal costs and fees.**

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13 WHEREAS, The City and County of San Francisco (the "City"), through the San  
14 Francisco Public Utilities Commission ("PUC"), and Schram Construction, Inc. ("SCI") entered  
15 into a contract, CW 263R2 (the "Contract"), for a construction of an Interim Gravity Belt  
16 Thickener (the "Project") at the Southeast Water Pollution Control Plant on or about  
17 November 23, 2003;

18 WHEREAS, The Contract price was originally \$3,570,320.18;

19 WHEREAS, Disagreements about change orders and other adjustments to the  
20 Contract price for the Project arose between the PUC and SCI;

21 WHEREAS, SCI filed Government Claim #06-033356 because of SCI's dissatisfaction  
22 with the PUC over the contractual disagreements;

23 WHEREAS, The City and SCI have entered into an agreement settling their differences  
24 over the contract negotiations.

1 WHEREAS, The City agrees to pay SCI an additional \$77,587.00 in settlement of all  
2 outstanding monetary claims and other damages on the part of both sides; now, therefore, be  
3 it

4 RESOLVED, That PUC is hereby authorized to settle the unlitigated government claim  
5 #06-03356 filed by SCI and SCI's other monetary and non-monetary damage claims arising  
6 out of the Project; and, be it

7 FURTHER RESOLVED, That The City is authorized to pay \$77,587.00 to SCI as part  
8 of the settlement; and, be it

9 FURTHER RESOLVED, That SCI will complete the remaining work on the Project as  
10 set forth in the Settlement Agreement; and be it

11 FURTHER RESOLVED, that both sides will relinquish all claims against each other and  
12 mutually to release each other from all claims arising from the performance of the Contract,  
13 including government claim #06-033356, except for responsibilities for latent defect,  
14 warranties, and punch list work, as set forth in the settlement agreement; and be it

15 FURTHER RESOLVED THAT Each side will bear its own costs and attorneys fees  
16 arising out of this matter.

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APPROVED AS TO FORM  
AND RECOMMENDED:  
DENNIS J. HERRERA, City Attorney

RECOMMENDED:  
SAN FRANCISCO PUBLIC UTILITIES  
COMMISSION

By: *George Wong*  
GEORGE WONG  
Deputy City Attorney

*Susan Leal*  
SUSAN LEAL  
General Manager

FUNDS AVAILABLE:

APPROVED:

*Edward Harrington*  
EDWARD HARRINGTON  
Controller

*Michael Ford*  
SECRETARY OF COMMISSION  
Public Utilities Commission

Index Code: CWP110PU2AAA  
Subobject: 05312



# City and County of San Francisco

City Hall  
1 Dr. Carlton B. Goodlett Place  
San Francisco, CA 94102-4689

## Tails Resolution

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**File Number:** 061704

**Date Passed:**

Resolution authorizing settlement of an unlitigated claim filed by Schram Construction, Inc. against the City and County of San Francisco for \$77,587.00; other material terms of said settlement are: (1) each party shall mutually release each other from all claims arising from the performance of PUC Contract CW 263R2 except for latent defect, warranty work, and punch list work as outlined in the settlement agreement; (2) Schram Construction, Inc. will withdraw the government claim #06-03356 it filed on or about June 22, 2006 against the City and County of San Francisco; and (3) Each party shall bears its own legal costs and fees.

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January 23, 2007 Board of Supervisors — ADOPTED

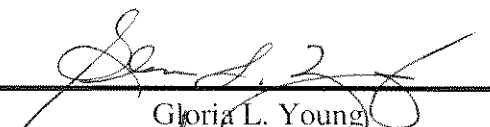
Ayes: 11 - Alioto-Pier, Ammiano, Daly, Dufty, Elsbernd, Jew, Maxwell,  
McGoldrick, Mirkarimi, Peskin, Sandoval

File No. 061704

I hereby certify that the foregoing Resolution was ADOPTED on January 23, 2007 by the Board of Supervisors of the City and County of San Francisco.

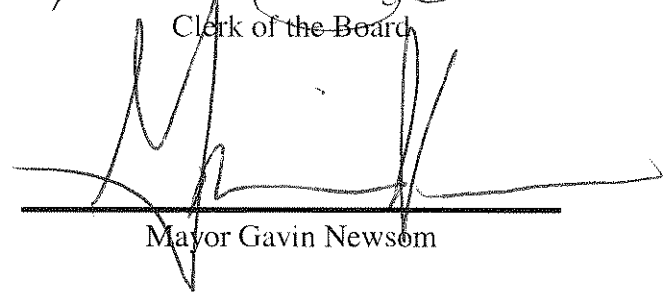
FEB 02 2007

Date Approved



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Gloria L. Young  
Clerk of the Board



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Mayor Gavin Newsom