BOARD OF SUPERVISORS

[SETTLEMENT OF LAWSUIT]
AUTHORIZING THE SETTLEMENT OF THE CROSS-COMPLAINTS OF THE CITY AND COUNTY OF SAN FRANCISCO AGAINST CROSS-DEFENDANTS A. RUIZ CONSTRUCTION COMPANY ("RUIZ"), HALEY & ALDRICH ("HALEY"), EPC CONSULTANTS, INC. ("EPC"), AND UNDERGROUND CONSTRUCTION MANAGERS ("UNDERGROUND"), IN THE CONSOLIDATED ACTIONS ENTITLED YEE V. CITY AND COUNTY OF SAN FRANCISCO, AND CONSOLIDATED ACTIONS, SAN FRANCISCO SUPERIOR COURT NO. 980-740, FOR A COMBINED SETTLEMENT PAYMENT TO THE CITY IN THE AMOUNT OF \$7.816.666:

Section 1. The City Attorney is hereby authorized to settle the cross-complaints of the City and County of San Francisco against Cross-defendants A. Ruiz Construction Company ("Ruiz"), Haley & Aldrich ("Haley"), EPC Consultants, Inc. ("EPC"), and Underground Construction Managers ("Underground") in the consolidated actions entitled *Yee v. City and County of San Francisco*, and consolidated actions, San Francisco Superior Court No. 980-740, for a combined settlement payment to the City in the amount of \$7,816,666, plus an additional payment by Haley to the City to reimburse the City for a portion of its litigation costs incurred in defense of the third-party claims in the referenced litigation. As consideration for this settlement, the City has agreed to dismiss with prejudice its cross-complaint against Ruiz, Haley, EPC, and Underground in the referenced litigation. Ruiz, Haley, EPC, and Underground, likewise, have agreed to dismiss with prejudice their cross-complaints against the City in the referenced litigation. The City will continue to maintain its rights to pursue its action against contractors Shank Balfour/Beatty and its insurance carriers.

RECOMMENDED:

PUBLIC UTILITIES COMMISSION

By:

ANSON MORAN General Manager

BOARD OF SUPERVISORS

24

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Board of Supervisors, San Francisco

| Passed on First Reading | S | Finally Passed |
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| | S | |
| August 17, 1998 | S | August 24, 1998 |
| | S | |
| | S | |
| Ayes: Supervisors Ammiano Bierman | S | Ayes: Supervisors Ammiano Bierman |
| Brown Katz Kaufman Leno Medina | S | Brown Kaufman Leno Medina Newsom |
| Newsom Yaki Yee | S | Yaki Yee |
| | S | |
| Absent: Supervisor Teng | § | Absent: Supervisor Katz Teng |
| | | |

I hereby certify that the foregoing ordinance was finally passed by the Board of Supervisors of the City and County of San Francisco

File No. 98-1237

AUG 28 1998

Date Approved

Clerk

Mavor