FILE NO. 250578

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[Agreement Amendment - Arcadis U.S. Inc - Biosolids Digester Facilities Construction Management Staff Augmentation Services - Not to Exceed \$68,500,000]

Resolution approving and authorizing the General Manager of the San Francisco Public Utilities Commission to execute Amendment No. 1 to Contract No. PRO.0068, Biosolids Digester Facilities Construction Management Staff Augmentation Services, with Arcadis U.S. Inc., increasing the contract amount by \$26,500,000 for a total not to exceed contract amount of \$68,500,000, and increasing the contract duration by three years and nine months for a new total contract duration of 10 years and nine months, for the period of August 28, 2018, through May 27, 2029, to reflect the current schedule and budget for the Biosolids Digester Facilities Project, and to ensure continued qualified and experienced construction management support through the completion of the new biosolids digester facilities, pursuant to Section 9.118 of the Charter.

WHEREAS, The San Francisco Public Utilities Commission (SFPUC) has undertaken the Biosolids Digester Facilities Project (BDFP) to address aging infrastructure at the Southeast Water Pollution Control Plant and to replace existing digesters and biosolids handling facilities that use outdated technology and are at the end of their useful life span. By this project, the SFPUC seeks to maintain long-term regulatory compliance and system reliability; and

WHEREAS, In light of the large scope and the complexity of the BDFP, it is necessary to maintain the services of a qualified Construction Management firm to provide specialized construction management services to augment SFPUC staff; and

WHEREAS, On January 24, 2018, the SFPUC advertised a Request for Proposals (RFP) for Contract No. PRO.0068, Biosolids Digester Facilities Construction Management

Staff Augmentation Services, seeking to hire a construction management firm to provide supervision support for the project; and

WHEREAS, The SFPUC and Contract Monitoring Division, upon reviewing the scores, determined that Arcadis U.S. Inc., was the highest-ranking firm based on the established scoring criteria; and

WHEREAS, On May 8, 2018, by Resolution No. 18-0078, the SFPUC Commission awarded Contract No. PRO.0068, Biosolids Digester Facilities Construction Management Staff Augmentation Services to Arcadis U.S. Inc. for an amount not to exceed \$42,000,000, with a duration of seven years, subject to Board of Supervisors approval pursuant to Charter Section 9.118; and

WHEREAS, On June 26, 2018, by Resolution No. 205-18, this Board of Supervisors authorized the General Manager of the SFPUC to execute Professional Services Agreement No. PR0.0068, Biosolids Digester Facilities Construction Management Staff Augmentation Services, with Arcadis U.S., Inc., to provide construction management staff augmentation services for the Biosolids Digester Facilities Project, for an amount not to exceed \$42,000,000, with a duration of seven years, pursuant to Charter, Section 9.118; and

WHEREAS, Construction on the BDFP project began in 2019 and is now well underway at nearly 65% completion, final construction completion is anticipated in summer 2028 with project closeout in 2029; and

WHEREAS, Due to the overall size and complexity of the BDFP, the current project schedule is longer than what was anticipated when the Request for Proposals for PRO.0068 contract was advertised in 2018; and

WHEREAS, The SFPUC requires the continued services of this qualified construction management firm under Contract No. PRO.0068 for the duration of construction to

Public Utilities Commission BOARD OF SUPERVISORS supplement SFPUC Construction Management Bureau staff to monitor construction budget, schedule, and scope, to provide quality assurance inspection and construction document control for the BDFP project; and

WHEREAS, Approval of proposed Amendment No.1 would increase the contract amount by \$26,500,000, and extend the contract duration by three years and nine months, increasing the total not-to-exceed contract amount to \$68,500,000 and extending the contract duration to 10 years and nine months; and

WHEREAS, Amendment No. 1 will ensure continued qualified and experienced construction management support through the remaining BDFP construction work, and through upcoming facility functional testing, start-up and commissioning; and

WHEREAS, This increase in contract amount and duration are included and are consistent with the current project budget, scope, and schedule in the Commission-adopted Fiscal Year 2025-2034, 10-Year Capital and Financial Plans; and

WHEREAS, The Contract Monitoring Division established a 20% Local Business Enterprise subconsultant participation requirement on this project and Arcadis U.S. Inc. committed to Local Business Enterprise subconsultant participation of 20.33%; and

WHEREAS, Funds for this Amendment No. 1 are available from Project No. 10015796, BDFP; and

WHEREAS, On May 13, 2025, by Resolution No. 25-0071, the SFPUC Commission approved Amendment No. 1 to Contract No. PRO.0068, Biosolids Digester Facilities Construction Management Staff Augmentation Services with Arcadis U.S. Inc., increasing the contract amount by \$26,500,000 for a total not-to-exceed contract amount of \$68,500,000 and increasing the contract duration by three years and nine months for a new total contract duration of 10 years and nine months, to reflect the current schedule and budget for the BDFP

Public Utilities Commission BOARD OF SUPERVISORS

and to ensure continued construction management support through the completion of the biosolids digester facilities, subject to the Board of Supervisors approval pursuant to Charter, Section 9.118; and

WHEREAS, Charter, Section 9.118(b) requires Board of Supervisors' approval by Resolution of any contract which, when entered into, extends over 10 years, and of any contract which, when entered into, costs the City \$10,000,000 or more; and

WHEREAS, The proposed Amendment No. 1 contained in File No. 250578 is substantially in final form, with all material terms and conditions included, and only remains to be executed by all parties upon approval of this Resolution; now, therefore, be it

RESOLVED, That the Board of Supervisors hereby approves Amendment No. 1 in substantially the form contained in File No. 250578; and, be it;

FURTHER RESOLVED, That this Board of Supervisors hereby authorizes the General Manager of the SFPUC to execute Amendment No. 1 Contract No. PRO.0068, Biosolids Digester Facilities Construction Management Staff Augmentation Services with Arcadis U.S. Inc., increasing the contract amount by \$26,500,000 for a total not-to-exceed contract amount of \$68,500,000 and increasing the contract duration by three years and nine months for a new total contract duration of 10 years and nine months; and, be it

FURTHER RESOLVED, That, within 30 days of the parties fully executing Amendment No.1 to Contract No. PRO.0068, the SFPUC shall provide a signed copy of the Amendment to the Clerk of the Board for inclusion into the official file.

Public Utilities Commission BOARD OF SUPERVISORS



City and County of San Francisco Tails Resolution City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

File Number: 250578

Date Passed: July 15, 2025

Resolution approving and authorizing the General Manager of the San Francisco Public Utilities Commission to execute Amendment No. 1 to Contract No. PRO.0068, Biosolids Digester Facilities Construction Management Staff Augmentation Services, with Arcadis U.S. Inc., increasing the contract amount by \$26,500,000 for a total not to exceed contract amount of \$68,500,000, and increasing the contract duration by three years and nine months for a new total contract duration of 10 years and nine months, for the period of August 28, 2018, through May 27, 2029, to reflect the current schedule and budget for the Biosolids Digester Facilities Project, and to ensure continued qualified and experienced construction management support through the completion of the new biosolids digester facilities, pursuant to Section 9.118 of the Charter.

July 09, 2025 Budget and Finance Committee - RECOMMENDED

July 15, 2025 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Chen, Dorsey, Engardio, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill and Walton

File No. 250578

I hereby certify that the foregoing Resolution was ADOPTED on 7/15/2025 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

Daniel Lurie

Daniel Luri Mayor

23/25

Date Approved