

## **LEGISLATIVE DIGEST**

[Ordinance Waiving Requirements of Chapter 6 of the Administrative Code for Certain Port Leases]

### **Ordinance waiving the contracting requirements of Chapter 6 of the Administrative Code for certain Port leases.**

#### **Existing Law**

Chapter 6 of the Administrative Code governs public work or improvement contracting policies and procedures for public work or improvement projects.

#### **Amendments to Current Law**

Waives Chapter 6 contracting requirements for tenants entering into new or amended leases to undertake tenant improvement projects within a tenant's leasehold.

#### **Background Information**

Board of Supervisors Resolution 278-22, authorized Port to accept and expend up to \$115,887,377 in relief funds from the State's General Fund (originally sourced from American Rescue Plan Act); including approximately \$10,000,000 to be used for "tenant Improvements to attract and retain tenants." Port plans to provide a portion of those funds, as well as other monies, directly to tenants as a tenant improvement allowance to, among other things, invest in agreed-upon improvements to Port facilities. Tenant improvements to Port facilities may be subject to the provisions of Chapter 6 of the Administrative Code regarding contracting for "public works" projects. A limited waiver of the Chapter 6 contracting requirements will reduce potential costs to Port and its tenants, thus enhancing Port's ability to attract and retain tenants and achieve higher revenues.

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