OFFICE OF THE CITY ATTORNEY

4/17/2009

[Settlement of Lawsuit]

Ordinance authorizing settlement of lawsuits filed by Transdyn/Cresci Joint Venture ("Joint Venture") against the City and County of San Francisco (the "City") seeking an unspecified amount of damages; the first lawsuit was filed by JMB Construction, Inc. against the Joint Venture on May 28, 2003 as JMB Construction, Inc. v. Transdyn/Cresci Joint Venture et al. Various cross-actions were filed, including an action filed by the Joint Venture against the City. The actions were coordinated as the SCADA cases in Alameda County Superior Court, JCCP 004364. The action between the Joint Venture and the City went to trial. The jury awarded a net judgment to the Joint Venture, and the trial court entered judgment (including costs) against the City in the amount of \$4,874,200.16. Cross-appeals were filed by both the Joint Venture and the City. The material terms of this settlement are: 1) The City will pay a total of \$4,973,143.27 to the Joint Venture for the judgment and interest on the judgment; and 2) The City will pay \$950,000 to settle all remaining issues, including the Joint Venture's claim for attorney's fees.

Be it ordained by the People of the City and County of San Francisco:

Section 1. The City Attorney is hereby authorized to settle the action entitled *JMB* Constructionv. Transdyn/Cresci Joint Venture et al. (the SCADA Cases), Alameda County Superior Court Case No. JCCP 004364, as follows:

FILE NO.

ORDINANCE NO.

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- 1) The City will pay \$4,973,143.27 as judgment and interest on the jury verdict broken down as follows:
 - a) On the judgment of \$4,873,200.16, and
 - b) Interest of \$99,943.11.
- 2) The City will pay an additional \$950,000 in settlement of all appellate claims, including any claims for attorney's fees.
- Section 2. The above-named actions were coordinated in the Alameda County

 Superior Court with other actions on or about July 1, 2004. The following parties remained in
 the lawsuits: 1) Transdyn/Cresci Joint Venture (cross-complainant and cross-defendant), and
 2) the City And County of San Francisco (cross-defendant and cross-complainant).

APPROVED AS TO FORM AND RECOMMENDED:

DENNIS J. HERRERA City Attorney

DANNY CHOU

Supervising Deputy City Attorney

FUNDS AVAILABLE:

SECRETARY

APPROVED:

RECOMMENDED:

Edward Harrington

General Manager

COMMISSION

SAN FRANCISCO PUBLIC UTILITIES

SAN FRANCISCO PUBLIC UTILITIES

COMMISSION

Controller

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BEN ROSENFIELD

OFFICE OF THE CITY ATTORNEY

BOARD OF SUPERVISORS

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4/17/2009



City and County of San Francisco Tails

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

Ordinance

File Number:

090501

Date Passed:

Ordinance authorizing settlement of lawsuits filed by Transdyn/Cresci Joint Venture ("Joint Venture") against the City and County of San Francisco (the "City") seeking an unspecified amount of damages; the first lawsuit was filed by JMB Construction, Inc. against the Joint Venture on May 28, 2003, as JMB Construction, Inc. v. Transdyn/Cresci Joint Venture et al. Various cross-actions were filed, including an action filed by the Joint Venture against the City. The actions were coordinated as the SCADA cases in Alameda County Superior Court, JCCP 004364. The action between the Joint Venture and the City went to trial. The jury awarded a net judgment to the Joint Venture, and the trial court entered judgment (including costs) against the City in the amount of \$4,874,200.16. Cross-appeals were filed by both the Joint Venture and the City. The material terms of this settlement are:

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June 16, 2009 Board of Supervisors — PASSED ON FIRST READING

Ayes: 10 - Alioto-Pier, Avalos, Campos, Chiu, Chu, Daly, Dufty, Mar, Maxwell,

Mirkarimi

Excused: 1 - Elsbernd

June 23, 2009 Board of Supervisors — FINALLY PASSED

Ayes: 11 - Alioto-Pier, Avalos, Campos, Chiu, Chu, Daly, Dufty, Elsbernd, Mar,

Maxwell, Mirkarimi

File No. 090501

Date Approved

I hereby certify that the foregoing Ordinance was FINALLY PASSED on June 23, 2009 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

in Newsom Mayor Ga