

1 [Settlement of Unlitigated Claim - Fuseideas, LLC and EIS Design Inc. - City to Receive
2 \$450,000]

3 **Resolution approving settlement of the unlitigated claim filed by the City and County of**
4 **San Francisco against Fuseideas, LLC for \$270,000 and EIS Design Inc. for \$180,000 for**
5 **a total amount of \$450,000; the claim involves compensation for damages arising out of**
6 **a security breach involving multiple websites of San Francisco International Airport.**

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8 WHEREAS, Fuseideas, LLC ("Fuseideas") and EIS Design Inc. ("EIS Design") have
9 agreed to the settlement of an unlitigated claim by the City and County of San Francisco
10 ("City") against Fuseideas, calling for Fuseideas' payment of \$270,000 to the City, and against
11 EIS Design, calling for EIS Design's payment of \$180,000 to the City; and

12 WHEREAS, This unlitigated claim arises from the costs incurred by the San Francisco
13 International Airport Commission ("Airport Commission") in connection with addressing a
14 security breach involving multiple websites of San Francisco International Airport, including
15 staff costs and cybersecurity costs to mitigate damages, programming costs to redevelop and
16 redesign the affected websites, and damages due to the loss of use of one website ("Security
17 Breach Costs"); and

18 WHEREAS, Fuseideas and EIS Design have agreed to pay the City \$270,000 and
19 \$180,000 to the City, respectively, in exchange for the City's full and final release of its claim
20 against Fuse Ideas and EIS Design for the Security Breach Costs; and

21 WHEREAS, Fuseideas, EIS Design and the City agree that each should bear its own
22 costs and fees; and

23 WHEREAS, The Airport Commission recommends the settlement; now, therefore, be it

24 RESOLVED, That pursuant to Section 10.24(b) of the Administrative Code, the Board
25 of Supervisors hereby authorizes the City Attorney to settle and compromise the unlitigated

claim in favor of the City by the payment to the City the amount of \$270,000 by Fuseideas, LLC and the amount of \$180,000 by EIS Design Inc., for a total amount of \$450,000.

APPROVED AS TO FORM AND
RECOMMENDED:

DAVID CHIU
City Attorney

/s/
Julie Veit
Airport General Counsel

RECOMMENDED:

AIRPORT COMMISSION

/s/
Mike Nakornkhet
Airport Director

APPROVED/RECOMMENDED:

/s/
Kantrice Ogletree
Director, Commission Affairs