



San Francisco International Airport

**MEMORANDUM**

December 4, 2018

TO: AIRPORT COMMISSION  
Hon. Larry Mazzola, President  
Hon. Linda S. Crayton, Vice President  
Hon. Eleanor Johns  
Hon. Richard J. Guggenlime  
Hon. Peter A. Stern

18-0390

DEC 4 2018

FROM: Airport Director

SUBJECT: Approval of Modification No. 7 (Full Amount) to Professional Services Contract No. 10010.41, Project Management Support Services for the New Boarding Area B Project

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 7 TO PROFESSIONAL SERVICES CONTRACT NO. 10010.41, PROJECT MANAGEMENT SUPPORT SERVICES FOR THE NEW BOARDING AREA B PROJECT, WITH T1 CUBED – A JOINT VENTURE, TO INCREASE THE CONTRACT AMOUNT BY \$13,150,000 FOR A NEW TOTAL NOT-TO-EXCEED AMOUNT OF \$38,500,000 AND TO EXTEND THE DURATION FOR SERVICES THROUGH MAY 31, 2022.

**Executive Summary**

Transmitted herewith for your approval is a proposed Resolution approving Modification No. 7 to Professional Services Contract No. 10010.41, Project Management Support Services for the New Boarding Area B Project, with T1 Cubed, a joint venture of WSP and AGS (T1 Cubed), increasing the Contract amount by \$13,150,000 for a new not-to-exceed amount of \$38,500,000 for services through May 31, 2022.

This proposed action approves the full not-to-exceed Contract amount of \$38,350,000 and the full Contract duration of seven years of services. Because the Contract exceeds \$10,000,000, this Modification will require approval by the San Francisco Board of Supervisors.

The Project is constructing a New Boarding Area B that can accommodate up to a 28 gate configurations, including seven international swing gates; a new architectural building envelope; complete electrical, mechanical, and special systems replacement; interior architecture; a new concessions program; new passenger boarding bridges; new aircraft apron; a new jet fuel hydrant system; and all other support systems, along with public art installations.

This Contract provides project management support services for the Project. The Contract includes design and construction management services, project controls, contract administration, cost estimating services, LEED Commissioning, field inspections, and material testing.

AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

THIS PRINT COVERS CALENDAR ITEM NO. 8

LONDON N. BREED MAYOR    LARRY MAZZOLA PRESIDENT    LINDA S. CRAYTON VICE PRESIDENT    ELEANOR JOHNS    RICHARD J. GUGGENHIME    PETER A. STERN    IVAR C. SATERO AIRPORT DIRECTOR

**Background**

On January 20, 2015, by Resolution No. 15-0004, the Commission awarded this Contract to T1 Cubed in a Contract not-to-exceed amount of \$4,300,000 for the initial year of services. At the time of award, the total contract forecast was \$29,000,000 with a forecasted duration of five years.

The Commission previously approved Contract Modification Nos. 2, 4, and 6 to increase the not-to-exceed amount to \$25,350,000 and extend the duration to four years. Modification Nos. 1, 3, and 5 administrative modification(s) to adjust labor rates and add new sub-consultants with no change to the contract amount or duration.

On March 31, 2015, by Resolution No. 102-15, the Board of Supervisors approved this Contract for a not-to-exceed amount of \$29,000,000 for services through April 30, 2020.

This Modification No. 7 increases the Contract amount to the full not-to-exceed amount of \$38,350,000 and extends the Contract to the full duration of seven years of services. The Contract budget was increased due to the addition of scope and duration to the associated Design Build contract, as approved on November 21, 2017, through Resolution No. 17-0290.

Staff and Consultant have reached agreement on scope, staffing and fee. Negotiations included an evaluation of team performance. The Contract team is performing well in all categories including cost and schedule control, collaboration with stakeholders, quality control and retention of key personnel.

Staff will periodically review and adjust the staffing provided by this Contract based on the dynamic needs of the Project. Staff will report to the Commission bi-annually on the performance of this consultant team through off-calendar Memoranda. Performance will be evaluated based on retention of key personnel and the proficiency of the team to provide project management support services to assist in the delivery of the Project on budget and on schedule.

Because this Contract exceeds \$10 million, pending Commission approval, Staff will seek Board of Supervisor's approval of this modification as required by the San Francisco Charter Section 9.118(b).

The full not-to-exceed Contract amount is equal to the budget amount for this Contract and is funded from the Ascent Program – Phase 1 under the Airport's Capital Improvement Plan.

The City's Contract Monitoring Division has approved 20% Local Business Enterprise sub-consultant participation goal for this Contract and T1 Cubed – a Joint Venture has committed to meeting this goal.

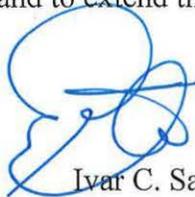
**Environmental Review**

The San Francisco Planning Department, Environmental Planning Division, has determined that the New Boarding Area B Project is categorically exempt from the California Environmental

Quality Act (CEQA; Public Resources Code Section 21000, et seq.) as a §15332 (Class 32) exemption (Planning Department File No. 2015-002670ENV). The Commission determined to proceed with this Project on April 7, 2015, by Resolution No. 15-0071.

**Recommendation**

I recommend the Commission approve Modification No. 7 to Professional Services Contract No. 10010.41, Project Management Support Services for the New Boarding Area B Project with T1 Cubed – a Joint Venture, to increase the Contract amount by \$13,150,000 for a new not-to-exceed amount of \$38,500,000 and to extend the duration of services through May 31, 2022.



Ivar C. Satero  
Airport Director

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Planning, Design & Construction

Attachments