

AIRPORT COMMISSION
CITY AND COUNTY OF SAN FRANCISCO
RESOLUTION NO. 14-0249

MODIFICATION NO. 5 TO CONTRACT NO. 9024.9, CONSTRUCTION MANAGEMENT SERVICES FOR THE INTERNATIONAL TERMINAL AND TERMINAL 3 BOARDING AREA F CHECKED BAGGAGE INSPECTION SYSTEM MODERNIZATION PROGRAM AND THE INTERNATIONAL TERMINAL BAGGAGE HANDLING SYSTEM IMPROVEMENTS PROJECT, WITH CAGE PROFESSIONAL SERVICES, INC. (DBA CAGE, INC.) TO INCREASE THE NOT-TO-EXCEED AMOUNT BY \$795,000 FOR A FINAL TOTAL CONTRACT AMOUNT NOT TO EXCEED \$8,595,000 AND TO INCREASE THE CONTRACT DURATION BY NINE MONTHS FOR A TOTAL CONTRACT DURATION OF 51 MONTHS

- WHEREAS, in 2011, the Transportation Security Administration (TSA) initiated a Recapitalization Program for the purpose of funding the modernization of the TSA's Explosive Detection Systems equipment within Airport bag room Checked Baggage Inspection Systems (CBIS); and
- WHEREAS, on March 1, 2011, by Resolution No. 11-0045, the Commission authorized the Director to execute an Other Transaction Agreement (OTA) with the TSA for 90% reimbursement of design costs, including construction management services during design, for the International Terminal (IT) and Boarding Area F (BAF) Checked Baggage Inspection System (CBIS) Modernization Program under the TSA's Recapitalization Program; and
- WHEREAS, on June 30, 2011, by Resolution No. 11-0146, the Commission awarded this Contract 9024.9 to CAGE, Inc. (dba CAGE Professional Services, Inc.) for Construction Management (CM) Services for the IT and BAF CBIS Modernization Program and the IT Baggage Handling System (BHS) Improvements Project. The original Contract Amount was a not-to-exceed amount of \$585,805, with an initial contract duration of six months for CM support services for the design phase ending on December 29, 2011; and
- WHEREAS, by various resolutions, the Commission has approved Modification Nos. 1 through 4 to provide for contract renewals tied to the schedule of the 9024.A contract, for a correct contract amount not to exceed \$7,800,000, with a duration of 42 months; and
- WHEREAS, this Modification No. 5 to Contract No. 9024.9 with CAGE, Inc. extends the contract duration by nine months for a final completion date of September 30, 2015 and increases the contract amount by \$795,000 to allow for closeout of the project, completion of reimbursement requests to the TSA, and the possible design coordination for a future bid package. The final not-to-exceed amount is \$8,595,000 with a total contract duration is 51 months. This Modification will be funded from the Airport's 5-year Capital Improvement Plan; and

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WHEREAS, due to the federal funding component for these services, there are no Local Business Enterprise (LBE) sub-consultant participation goals for the contract. The Airport encouraged proposers to utilize "best efforts" to subcontract at least 10% of the work to certified small and disadvantaged businesses (SDB). Due to the specialized nature of the services, CAGE, Inc. is committed to achieving a 5.8% SDB sub-consultant participation; now, therefore be it

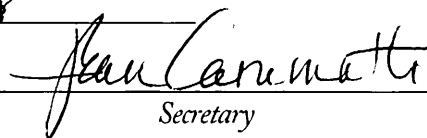
RESOLVED, that the Commission hereby approves Modification No. 5 to Contract No. 9024.9, Construction Management Services for the International Terminal and Boarding Area F Checked Baggage Inspection System Modernization Program, Boarding Area E Checked Baggage Inspection System Activation and the International Terminal Baggage Handling System Improvements Project with CAGE Professional Services, Inc. (dba CAGE, Inc.) to increase the not-to-exceed amount by \$795,000 for a final total contract amount not to exceed \$8,595,000 and to extend the contract duration by nine months for a total contract duration of 51 months and a new completion date of September 30, 2015.

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I hereby certify that the foregoing resolution was adopted by the Airport Commission

at its meeting of _____

DEC 02 2014


Secretary



San Francisco International Airport

MEMORANDUM
December 2, 2014

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

FROM: Airport Director

SUBJECT: Modification No. 5 to Contract No. 9024.9, Construction Management Services for the International Terminal and Terminal 3 Boarding Area F Checked Baggage Inspection System Modernization Program and the International Terminal Baggage Handling System Improvements

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 5 TO CONTRACT NO. 9024.9, CONSTRUCTION MANAGEMENT SERVICES FOR THE INTERNATIONAL TERMINAL AND TERMINAL 3 BOARDING AREA F CHECKED BAGGAGE INSPECTION SYSTEM MODERNIZATION PROGRAM AND THE INTERNATIONAL TERMINAL BAGGAGE HANDLING SYSTEM IMPROVEMENTS PROJECT, WITH CAGE PROFESSIONAL SERVICES, INC. (DBA CAGE, INC.) TO INCREASE THE NOT-TO-EXCEED AMOUNT BY \$795,000 FOR A FINAL TOTAL CONTRACT AMOUNT NOT TO EXCEED \$8,595,000 AND INCREASE THE CONTRACT DURATION BY NINE MONTHS FOR A TOTAL CONTRACT DURATION OF 51 MONTHS

Executive Summary

Transmitted herewith for your approval is a proposed Resolution approving Modification No. 5 to Contract No. 9024.9, Construction Management (CM) Services for the International Terminal and Terminal 3 Boarding Area F (BAF) Checked Baggage Inspection System (CBIS) Modernization Program, Boarding Area E (BAE) CBIS Activation and the International Terminal (IT) Baggage Handling System Improvements Project with CAGE Professional Services, Inc. (dba CAGE, Inc.), to increase the not-to-exceed amount by \$795,000 for a final total contract amount not to exceed \$8,595,000 and increase the contract duration by nine months for a total contract duration of 51 months.

Background

In 2011, the Transportation Security Administration (TSA) initiated a Recapitalization Program for the purpose of funding the modernization of the TSA's Explosive Detection Systems equipment within Airport bag room CBIS.

On March 1, 2011, by Resolution No. 11-0045, the Commission authorized the Director to execute an Other Transaction Agreement (OTA) with the TSA for 90% reimbursement of design costs, including construction management services, for the IT and BAF CBIS Modernization Program under the TSA's Recapitalization Program.

AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

THIS PRINT COVERS CALENDAR ITEM NO. 8

EDWIN M. LEE
MAYOR

LARRY MAZZOLA
PRESIDENT

LINDA S. CRAYTON
VICE PRESIDENT

ELEANOR JOHNS

RICHARD J. GUGGENHIME

PETER A. STERN

JOHN L. MARTIN
AIRPORT DIRECTOR

On June 30, 2011, by Resolution No. 11-0146, the Commission awarded Contract No. 9024.9 to CAGE, Inc. for Construction Management (CM) Services. CAGE, Inc. provides CM services for Contract No. 9024.A Design-Build Services for this Project with VanDerLande Industries (VI) with a contract amount of \$83,868,927 and a contract expiration date of March 31, 2015. The construction project includes:

- IT and Terminal 3 BAF CBIS Modernization Program ("Modernization Program");
- BAE CBIS Activation;
- IT Baggage Handling System (BHS) Improvements Project

The original not-to-exceed contract amount was \$585,805, with an initial contract duration of six months for CM services for the design phase only.

By various resolutions, the Commission has approved Modification Nos. 1 through 4 to provide for contract renewals tied to the schedule of the 9024.A contract, for a correct contract amount not to exceed \$7,800,000, with a duration of 42 months.

This Modification No. 5 to Contract No. 9024.9 with CAGE, Inc. extends the contract duration by nine months for a final completion date of September 30, 2015 and increases the contract amount by \$795,000 to allow for closeout of the project, completion of reimbursement requests to the TSA, and the possible design coordination for a future bid package. The final modified not-to-exceed amount is \$8,595,000 with a total contract duration of 51 months. This Modification will be funded from the Airport's 5-year Capital Improvement Plan.

Due to ongoing issues with the operational performance of the TSA furnished screening equipment and its effect on Airport and airline operational capacity, the Modernization Project under the TSA's Recapitalization Program is on hold. Once a mutual resolution between the TSA and Airport is reached, the Airport will reevaluate the program and develop a revised project delivery strategy to complete the program.

Due to the federal funding component for these services, there are no Local Business Enterprise (LBE) sub-consultant participation goals for the contract. Staff encouraged proposers to utilize "best efforts" to subcontract at least 10% of the work to certified small disadvantaged businesses (SDB). Due to the specialized nature of the services, CAGE, Inc. is committed to achieving a 5.8% SDB sub-consultant participation.

Recommendation

Based on the above, I recommend the Commission approve Modification No. 5 to Contract No. 9024.9, CM Services for the IT and BAF CBIS Modernization Program, BAE CBIS Activation and the IT Terminal BHS Improvements Project with CAGE Professional Services, Inc. (dba CAGE, Inc.) to increase the not-to-exceed amount by \$795,000 for a final total contract amount not to exceed \$8,595,000 and to extend the contract duration by nine months for a total contract duration of 51 months and a new completion date of September 30, 2015.



John L. Martin
Airport Director

Prepared by: Geoffrey W. Neumayr
Deputy Airport Director
Design & Construction