

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 13_0248

MODIFICATION NO. 3 TO CONTRACT NO. 9024.9, CONSTRUCTION MANAGEMENT SERVICES FOR THE INTERNATIONAL TERMINAL AND BOARDING AREA F CHECKED BAGGAGE INSPECTION SYSTEM MODERNIZATION PROGRAM, BOARDING AREA A CBIS ACTIVATION AND THE INTERNATIONAL TERMINAL BAGGAGE HANDLING SYSTEM IMPROVEMENTS PROJECT TO INCREASE THE NOT TO EXCEED AMOUNT BY \$810,286 AND INCREASE THE CONTRACT COMPLETION DATE SIX MONTHS FOR A NEW TOTAL CONTRACT AMOUNT NOT TO EXCEED \$7,000,000 AND ESTABLISH A NEW CONTRACT DURATION OF 33 MONTHS, ENDING SEPTEMBER 30, 2014, WITH CAGE, INC.

- WHEREAS, on March 1, 2011, by Resolution No. 11-0045, the Commission authorized the Director to execute an OTA with the TSA for 90% reimbursement of design costs, including construction management services during design, for the IT and BAF CBIS Modernization Program under the TSA's Recapitalization Program; and
- WHEREAS, on June 30, 2011, by Resolution No. 11-0146, the Commission awarded the Contract to CAGE Inc. for CM Services for the IT and T3, BAF CBIS Modernization Program, BAA CBIS Activation and the IT BHS Improvements Project. The original not to exceed amount was \$585,805, with a contract duration of six months for CM support services for the design-phase ending on December 29, 2011; and
- WHEREAS, on October 4, 2011, by Resolution No. 11-0221, the Commission authorized the First Amendment to this Contract in an amount not to exceed \$4,823,109, for CM services during the construction phase through December 29, 2013 for a total Contract Amount not to exceed \$5,408,914; and
- WHEREAS, on July 17, 2012, by Resolution No. 12-0158, the Commission authorized the Second Amendment to this Contract in an amount not to exceed \$780,800 for a total contract amount not to exceed \$6,189,714, and with no change to the contract duration; and
- WHEREAS, per the OTA, the project team has designed, installed and placed into operation four (4) EDS Screening Machines per the TSA Planning Guidelines and Design Standards which are producing significantly higher alarm rates and has forced an increased amount of bags being sent to the CBRA areas than what was forecasted in the TSA PGDS. The original TSA approved design cannot accommodate the increased screening requirement requiring a final joint solution between the Airport, TSA and other stakeholders is not expected to be reached until March 2014; and
- WHEREAS, the extent of CM Services and remaining OTA Construction Work is not reasonably known without a final joint solution to the EDS Machines higher alarm rates but will be known in approximately 4 months and where CM Services by CAGE Inc. are required for ongoing construction and during the interim for the following reasons: 1) to facilitate a joint solution by where a new SEIO CTX Machine in International Terminal G will be installed and tested with a TSA provided software patch in February 2014; and 2) to expand the temporary CBRA area in BAF to address the BHS demands in the short term; and 3) to provide Construction Management Services for work not affected by this issue (primarily on Tasks 3 and 4) and work that is underway where stopping those activities would compromise the integrity of the BHS system; and 5) to continue the necessary support documentation to seek reimbursement

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 13_0248

from the TSA under the OTA agreement, including the development of the Request for Variance documentation; and now, therefore be it

RESOLVED, that the Commission hereby approves Modification No. 3 to Contract No. 9024.9, CM Services for the IT and BAF CBIS Modernization Program, BAA CBIS Activation and the IT BHS Improvements Project to increase the not to exceed amount by \$810,286 and increase the contract completion date six months for a new total contract amount not to exceed \$7,000,000 and establish a new contract duration of 33 months, ending June 30, 2014, with CAGE, Inc. and with a separate commission package to be submitted in May, 2014 describing the joint solution and overall impact on the program.

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

DEC 03 2013

at its meeting of _____

Juan Carrinatti
Secretary



San Francisco International Airport

MEMORANDUM

December 3, 2013

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

FROM: Airport Director

SUBJECT: Modification No. 3 to Contract No. 9024.9, Construction Management Services for the International Terminal (IT) and Terminal 3 (T3) Boarding Area F (BAF) Checked Baggage Inspection System (CBIS) Modernization Program, Boarding Area A (BAA) CBIS Activation and the IT Baggage Handling System (BHS) Improvements Project

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 3 TO CONTRACT NO. 9024.9, CONSTRUCTION MANAGEMENT SERVICES FOR THE IT & T3, BAF CBIS MODERNIZATION PROGRAM AND THE IT BHS IMPROVEMENTS PROJECT FOR AN INTERIM PERIOD OF 6 MONTHS (THROUGH JUNE 30, 2014) IN THE AMOUNT OF \$810,286, FOR A NEW TOTAL CONTRACT AMOUNT NOT TO EXCEED \$7,000,000, WITH CAGE, INC.

Executive Summary

Transmitted herewith for your approval is a proposed resolution approving Modification No. 3 to Contract No. 9024.9, Construction Management (CM) Services for the IT and BAF CBIS Modernization Program, BAA CBIS Activation and the IT Baggage Handling System Improvements Project in the amount of \$810,286. This amendment establishes a new not to exceed amount of \$7,000,000 and extends the contract duration by six months for a new contract termination date of June 30, 2014.

Background

The Commission awarded this Contract No. 9024.9 on June 30, 2011, by Resolution No. 11-0146. The Commission awarded the Contract to CAGE Inc. for CM Services for the IT and T3, BAF CBIS Modernization Program, BAA CBIS Activation and the IT Baggage Handling System Improvements Project. The original not to exceed amount was \$585,805, with a contract duration of six months for CM support services for the design-phase ending on December 29, 2011.

On October 4, 2011, by Resolution No. 11-0221, the Commission authorized the First Amendment to this Contract in an amount not to exceed \$4,823,109, for CM services during the construction phase through December 29, 2013 for a total Contract Amount not to exceed \$5,408,914.

THIS PRINT COVERS CALENDAR ITEM NO. 5

AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

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

Post Office Box 8097 San Francisco, California 94128 Tel 650.821.5000 Fax 650.821.5005 www.flysfo.com

Due to the federal funding component for these services, there are no Local Business Enterprise (LBE) subconsultant 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 subconsultant participation.

Recommendation

Based on the above, I recommend the Commission approve this Modification No. 3 to Contract No. 9024.9, CM Services for the IT and BAF CBIS Modernization Program, BAA CBIS Activation and the IT Terminal BHS Improvements Project to increase the not to exceed amount by \$810,286 and increase the contract completion date six months for a new total contract amount not to exceed \$7,000,000 and establish a new contract duration of 33 months, ending June 30, 2014, with CAGE, Inc.



John L. Martin
Airport Director

Prepared by: Ivar Satero
Deputy Airport Director
Design, Construction & Technology

Attachment