[Settlement of Lawsuit	· Fong & Chan Arch	nitects, Inc \$	56,600,000]
------------------------	--------------------	-----------------	-------------

Ordinance authorizing settlement of the lawsuit filed by the City and County of San
Francisco ("City") against Fong & Chan Architects, Inc. for a net payment to San
Francisco of \$6,600,000; the lawsuit was filed on April 11, 2019, in the Superior Court of
the State of California, County of San Francisco, Case No. CGC-19-575186; entitled City
and County of San Francisco v. Fong & Chan Architects, Inc.; the lawsuit involves
allegations of professional negligence in the design of the San Francisco General
Hospital Rebuild Project and breach of contract; other material terms of the settlement

Hospital Rebuild Project and breach of contract; other material terms of the settlement are the City shall receive payment of \$7,350,000 and shall pay Fong & Chan Architects,

Inc. \$750,000 on the cross-complaint for unpaid architectural fees.

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

Section 1. Pursuant to Charter Section 6.102(5), the Board of Supervisors hereby authorizes the City Attorney to settle the action entitled <u>City and County of San Francisco v.</u>

Fong & Chan Architects, Inc., San Francisco Superior Court, Case No. CGC-19-575186 by the payment of \$7,350,000 to the City and County of San Francisco ("City") and the City's payment of \$750,000 to Fong & Chan Architects, Inc. The lawsuit involves allegations of professional negligence in the design of the San Francisco General Hospital Rebuild Project and breach of contract.

Section 2. The above-named action was filed in San Francisco Superior Court on April 11, 2019, and the following parties were named in the lawsuit: City and County of San Francisco; Fong & Chan Architects, Inc.

1	APPROVED AS TO FORM AND RECOMMENDED:	RECOMMENDED:
2	DAVID CHIU	SAN FRANCISCO PUBLIC WORKS
3	City Attorney	
4	/c/	<u>/s/</u> CARLA SHORT
5	/s/ ELAINE M. O'NEIL	Interim Director
6	Construction & Public Contracting Team Leader	
7	FUNDS AVAILABLE:	
8	/a/ Mishalla Allamana fam Dan Daganfiald	
9	/s/ Michelle Allersma for Ben Rosenfield BEN ROSENFIELD	
10	Controller	
11		
12	n:\const3\li2022\190869\01579603.docx	
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		