MEMORANDUM

March 21, 2017

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

TO:

SUBJECT: Approval of Modification No. 1 to Professional Services Contract No. 10071.41, Project Management Support Services for the Terminal 3 West Modernization Project and the Boarding Area F Passenger Boarding Bridge Project

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 1 TO PROFESSIONAL SERVICES CONTRACT NO. 10071.41, PROJECT MANAGEMENT SUPPORT SERVICES FOR THE TERMINAL 3 WEST MODERNIZATION PROJECT AND THE BOARDING AREA F PASSENGER BOARDING BRIDGE PROJECT WITH WCME JV FOR AN ADDITIONAL YEAR OF SERVICES THROUGH APRIL 3, 2018, WITH NO CHANGE IN CONTRACT AMOUNT.

Executive Summary

Transmitted herewith for your approval is a proposed Resolution approving Modification No. 1 to Professional Services Contract No. 10071.41, Project Management Support Services for the Terminal 3 West Modernization Project and the Boarding Area F Passenger Boarding Bridge Project with WCME JV, a Joint Venture of PGH Wong Engineering, Inc., Cooper Pugeda Management, Inc., MCK Americas, Inc., and Environmental & Construction Solutions, for an additional year of services through April 3, 2018.

The Terminal 3 West Modernization Project and the Boarding Area F Passenger Boarding Bridge Project (Projects) will extend the useful life of the building to meet current code requirements and enhance overall passenger experience in Terminal 3.

This Contract provides overall management expertise and oversight of the Projects. The scope of work for the Contract includes design and construction management services, project controls, contract administration, cost estimating services and field inspection.

This Modification No. 1 is for time extension only and provides for the second year of services with no increase in the contract amount.

AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

EDWIN M. LEE

MAYOR

LARRY MAZZOLA LINDA S. CRAYTON PRESIDENT VICE PRESIDENT ELEANOR JOHNS RIC

RICHARD J. GUGGENHIME

THIS PRINT COVERS CALENDAR ITEM NO

PETER A. STERN IVAR C. SATERO AIRPORT DIRECTOR

Background

This Project is necessary to upgrade seismic performance and building systems, improve passenger flow, provide a new concessions program, and allow flexibility to accommodate increases to both international and domestic flights. The T3 West Project will include renovation of the existing terminal and construction of an expanded terminal. The current scope for the Boarding Area F Passenger Boarding Bridge Project is anticipated to include improvements in alignment with SFO's Revenue Enhancement and Customer Hospitality (REACH) principles to enhance the guest experience and create revenue generating opportunities. Boarding Area F's boarding bridge replacement has been deferred due to changes in United Airlines aircraft fleet mix.

On February 16, 2016, by Resolution No. 16-0053, the Commission awarded this Contract to WCME JV in an amount of \$8,100,000 for the first year of services.

Modification No. 1 is for the second year of services with no change to the awarded Contract amount at this time. The Consultant will continue assisting staff with the Projects' scope definitions, preliminary diagrams, rough order of magnitude cost estimates, preliminary scheduling and pre-programming activities, as well as project controls and reporting.

Staff and WCME JV have evaluated the scope of services for the second year of services and agree that the balance remaining within the current approved contract amount is sufficient for the second year of services. Therefore, this modification is for increasing the contract time for the second year of services only with no change in the contract amount and the forecasted total Contract amount of \$48,000,000. Since this Contract is anticipated to exceed \$10,000,000, the Airport will seek approval from the Board of Supervisors for this Contract as required by San Francisco Charter Section 9.118(b) prior to requesting a contract modification amount above \$10,000,000.

The City's Contract Monitoring Division has approved a 20% Local Business Enterprise subconsultant participation requirement for this Contract and WCME JV has committed to meeting this requirement.

Recommendation

Based on the above, I recommend that the Commission approve Modification No. 1 to Professional Services Contract No. 10071.41, Project Management Support Services for the Terminal 3 West Modernization Project and the Boarding Area F Passenger Boarding Bridge Project with WCME JV for an additional year of services through April 3, 2018.

Ivar-C. Satero Airport Director

Prepared by: Geoffrey W. Neumayr Chief Development Officer Planning, Design & Construction

Attachment