



MEMORANDUM

October 2, 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

FROM: Airport Director

SUBJECT: Modification No. 1 to Contract No. 9313 with ThyssenKrupp Elevator Corporation for Escalator and Electric Walk Maintenance

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 1 TO CONTRACT NO. 9313 WITH THYSSENKRUPP ELEVATOR CORPORATION FOR ESCALATOR AND ELECTRIC WALK MAINTENANCE, INCREASING THE CONTRACT NOT TO EXCEED AMOUNT BY \$2,500,000 FOR A NEW NOT TO EXCEED CONTRACT AMOUNT OF \$19,500,000, AND EXTENDING THE CONTRACT DURATION BY SIX MONTHS FOR A NEW CONTRACT END DATE OF JUNE 30, 2019.

Executive Summary

Transmitted herewith for your approval is a proposed modification to Contract No. 9313, Escalator and Electric Walk Maintenance with ThyssenKrupp Elevator Corporation, to increase the contract not to exceed amount by \$2,500,000 and extend the contract duration by six months for a new contract end date of June 30, 2019. This extension is requested to align this Operating Account contract with the end of the fiscal year. Staff will be issuing a new Request for Proposals (RFP) before the end of 2018.

Background

On May 7, 2013, this Commission adopted Resolution No. 13-0108 which authorized Staff to issue a Bid Call and negotiate with the highest ranked proposer to provide maintenance, repair, testing, and on-call emergency services for approximately 133 escalators and 43 electric walks at the Airport.

After consultation with the City Attorney's Office, it was determined that a RFP was the appropriate direction for this competitive solicitation, and on July 25, 2013, Staff issued an RFP.

THIS PRINT COVERS CALENDAR ITEM NO. 14

AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

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

On October 22, 2013, this Commission adopted Resolution No. 13-0216 awarding Contract No. 9313 to ThyssenKrupp Elevator Corporation for five years in an amount not to exceed \$17,000,000. On December 17, 2013, the San Francisco Board of Supervisors adopted Resolution No. 451-13 approving the contract.

The current contract will expire on December 31, 2018. Because the contract is operating account funded, there is a benefit in timing the new contract to start at the beginning of the fiscal year. Staff is in the process of developing a new RFP for these services for a new contract that will take effect after the expiration of the current one. Therefore, Staff is requesting an additional \$2,500,000 to cover the six-month extension to June 30, 2019.

Recommendation

Based on the above, I recommend this Commission approve Modification No. 1 to Contract No. 9313 with ThyssenKrupp Elevator Corporation for Escalator and Electric Walk Maintenance, to increase the not to exceed contract amount by \$2,500,000 for a new not to exceed contract amount of \$19,500,000, and to extend the contract duration by six months for a new contract end date of June 30, 2019.



Ivar C. Satero
Airport Director

Prepared by: Leroy P. Sisneros
Director of Facilities

Attachment

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 18-0326

MODIFICATION NO. 1 TO CONTRACT NO. 9313 WITH THYSSENKRUPP ELEVATOR CORPORATION FOR ESCALATOR AND ELECTRIC WALK MAINTENANCE, INCREASING THE CONTRACT NOT TO EXCEED AMOUNT BY \$2,500,000 FOR A NEW NOT TO EXCEED CONTRACT AMOUNT OF \$19,500,000 AND EXTENDING THE CONTRACT DURATION BY SIX MONTHS FOR A NEW CONTRACT END DATE OF JUNE 30, 2019

- WHEREAS, Contact No. 9313 provides needed maintenance, repair, testing, and on-call emergency services for approximately 133 escalators and 43 electric walks at the Airport; and
- WHEREAS, on May 7, 2013, this Commission adopted Resolution No. 13-0108, which authorized Staff to issue a Bid Call and negotiate with the highest ranked proposer; and
- WHEREAS, after consultation with the City Attorney's Office, it was determined that a Request for Proposals was the appropriate direction for this competitive solicitation; and
- WHEREAS, on October 22, 2013, this Commission adopted Resolution No. 13-0216, which awarded Contract No. 9313 to ThyssenKrupp Elevator Corporation in an amount of \$17,000,000 with a contract duration of five years, ending on December 31, 2018; and
- WHEREAS, on December 17, 2013, the San Francisco Board of Supervisors (BOS) adopted Resolution No. 451-13, approving the award of Contract No. 9313 to ThyssenKrupp Elevator Corporation; and
- WHEREAS, Staff proposes to extend the term six months and to increase the contract amount by \$2,500,000; and
- WHEREAS, funding for this project will be provided from the Airport's Operating funds; now, therefore, be it
- RESOLVED, that this Commission hereby approves Modification No. 1 to Contract No. 9313, Escalator and Electric Walk Maintenance, with ThyssenKrupp Elevator Corporation extending the term six months to June 30, 2019, and increasing the contract amount by \$2,500,000 for a new total contract amount not to exceed \$19,500,000; and, be it further
- RESOLVED, that the Airport Director is authorized to take the necessary steps to obtain BOS approval of Modification No. 1 pursuant to San Francisco Charter Section 9.118(b).

*I hereby certify that the foregoing resolution was adopted by the Airport Commission
at its meeting of* **OCT 02 2018**


Secretary