

1 [Airport Professional Services Agreement Modification - KONE Inc. - Escalator and Electric
2 Walk Maintenance - Not to Exceed \$18,265,600]

3 **Resolution approving Modification No. 3 to Airport Contract No. 50205, Escalator and**
4 **Electric Walk Maintenance, Repair, and On-Call Services, with KONE Inc., to increase**
5 **the contract amount by \$8,500,000 for a new not to exceed contract amount of**
6 **\$18,265,600 with no change to the contract term, to commence upon approval by the**
7 **Board of Supervisors, pursuant to Charter, Section 9.118(b).**

8

9 WHEREAS, On May 7, 2019, by Resolution No. 19-0098, the Airport Commission
10 awarded Professional Services Contract No. 50205 (the "Contract") to KONE Inc. to
11 provide maintenance, repair, and on-call service for the San Francisco International
12 Airport's approximately 181 escalators and electric walks for a two-year period beginning
13 July 1, 2019, through June 30, 2021, in an amount not to exceed \$9,765,600; and

14 WHEREAS, On October 1, 2019, the Airport Director executed Modification No. 1 to
15 administratively modify the Contract to increase the allowance for As-Needed Services with
16 no changes to the total Contract amount or Contract term; and

17 WHEREAS, On July 1, 2020, the Airport Director executed Modification No. 2 to
18 administratively modify the Contract to reduce unit prices for preventative maintenance,
19 adjust the preventative maintenance schedule, and update standard contractual terms, with
20 no changes to the total Contract amount or Contract term; and

21 WHEREAS, On December 1, 2020, by Resolution No. 20-0223, the Airport
22 Commission approved Modification No. 3 to the Contract to increase the Contract not to
23 exceed amount by \$9,000,000 for a new total Contract amount not to exceed \$18,765,600
24 with no change to the Contract term; and

25

1 WHEREAS, KONE Inc. has satisfactorily provided all aspects of the maintenance
2 and repair of Airport escalators and electric walks; and

3 WHEREAS, Charter, Section 9.118(b), provides that agreements entered into by a
4 department, board, or commission requiring anticipated expenditures by the City and
5 County of San Francisco of ten million dollars or more, shall be subject to approval by the
6 Board of Supervisors by resolution; and

7 WHEREAS, The original Contract and Modifications No. 1 and 2 are all on file with
8 the Clerk of the Board of Supervisors in File No. 201349, which is hereby declared to be a
9 part of this Resolution as though set forth fully herein; now, therefore, be it

10 RESOLVED, That the Board of Supervisors hereby approves Modification No. 3 to
11 Contract No. 50205, Escalator and Electric Walk Maintenance, Repair, and On-Call
12 Services with KONE Inc. to increase the Contract amount by \$8,500,000 for a new total not
13 to exceed Contract amount of \$18,265,600; and, be it

14 FURTHER RESOLVED, That within 30 days of Modification No. 3 being fully
15 executed by all parties, the Airport Commission shall provide it to the Clerk of the Board for
16 inclusion in the official file.

17
18
19
20
21
22
23
24
25