

1 [Airport Professional Services Agreement Modification - KONE Inc. - Escalator and Electric
2 Walk Maintenance Services - Not to Exceed \$34,465,600]

3 **Resolution approving Modification No. 4 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 \$16,200,000 for a new not to exceed contract amount of**
6 **\$34,465,600 and to extend the contract term by three years to a new contract end**
7 **date of June 30, 2024, pursuant to Charter, Section 9.118(b), to commence following**
8 **Board approval.**

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

15 WHEREAS, On October 1, 2019, the Airport Director approved Modification No. 1 to
16 the Agreement to increase the allowance for As-Needed Services with no change to the
17 total contract amount; and

18 WHEREAS, On July 1, 2020, the Airport director approved Modification No. 2 to the
19 Agreement to reduce unit prices for preventative maintenance, adjust the preventative
20 maintenance schedule, and update standard contractual terms, with no change to the total
21 contract amount; and

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

1 WHEREAS, On February 9, 2021, by Resolution No. 55-21, the Board of
2 Supervisors approved Modification No. 3 to the Agreement under San Francisco Charter,
3 Section 9.118(b) for a reduced amount of \$8,500,000 for a new total contract amount not to
4 exceed \$18,265,600; and

5 WHEREAS, On May 4, 2021, by Resolution No. 21-0104, the Airport Commission
6 approved Modification No. 4 to the Agreement to extend the term of the Agreement by
7 three years to a new contract end date of June 30, 2024, and to increase the contract
8 amount by \$16,200,000 for a new contract amount not to exceed \$34,465,600; and

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

11 WHEREAS, Charter, Section 9.118(b), provides that agreements entered into by a
12 department, board, or commission requiring anticipated expenditures by the City and
13 County of ten million dollars or more, shall be subject to approval by the Board of
14 Supervisors by Resolution; and

15 WHEREAS, The original Agreement and Modifications No. 1, 2, and 3 are all on file
16 with the Clerk of the Board of Supervisors in File No. 210525, which is hereby declared to
17 be a part of this Resolution as set forth fully herein; now, therefore, be it

18 RESOLVED, That this Board hereby approves Modification No. 4 to Contract
19 No. 50205, Escalator and Electric Walk Maintenance, Repair, and On-Call Services with
20 KONE Inc. to extend the contract duration by three years to a new contract end date of
21 June 30, 2024 and to increase the contract amount by \$16,200,000 for a new not to exceed
22 contract amount of \$34,465,600; and, be it

23 FURTHER RESOLVED, That within 30 days of Modification No. 4 being fully
24 executed by all parties, the Airport Commission shall provide it to the Clerk of the Board for
25 inclusion in the official file.



City and County of San Francisco

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

Tails Resolution

File Number: 210525

Date Passed: June 15, 2021

Resolution approving Modification No. 4 to Airport Contract No. 50205, Escalator and Electric Walk Maintenance, Repair, and On-Call Services, with KONE Inc., to increase the contract amount by \$16,200,000 for a new not to exceed contract amount of \$34,465,600 and to extend the contract term by three years to a new contract end date of June 30, 2024, pursuant to Charter, Section 9.118(b), to commence following Board approval.

June 03, 2021 Government Audit and Oversight Committee - RECOMMENDED

June 15, 2021 Board of Supervisors - ADOPTED

Ayes: 10 - Chan, Haney, Mandelman, Mar, Peskin, Preston, Ronen, Safai, Stefani and Walton

Excused: 1 - Melgar

File No. 210525

I hereby certify that the foregoing Resolution was ADOPTED on 6/15/2021 by the Board of Supervisors of the City and County of San Francisco.



Angela Calvillo
Clerk of the Board



London N. Breed
Mayor

6/25/2021

Date Approved