[Agreement Amendment - AECOM Technical Services, Inc. - Mountain Tunnel Improvement Project - Not to Exceed \$34,000,000]

Resolution approving and authorizing the General Manager of the San Francisco Public Utilities Commission to execute Amendment No. 3 to Professional Services Agreement No. PRO.0096, Mountain Tunnel Improvement Construction Management Services, with AECOM Technical Services, Inc., increasing the contract by \$9,500,000 for a total contract not to exceed amount of \$34,000,000 and extending the contract duration by five months from July 31, 2027, for a total contract term from July 31, 2019, through December 30, 2027, to continue providing specialized construction management services for the Mountain Tunnel Improvements Project, pursuant to Charter, Section 9.118.

WHEREAS, The Mountain Tunnel (the Tunnel), constructed between 1917 and 1925, conveys all water delivered from the Hetch Hetchy Reservoir, in Yosemite National Park, to the Bay Area, extending 19 miles from Kirkwood Powerhouse to Priest Reservoir; and

WHEREAS, The Tunnel is a critical, non-redundant link in the Hetch Hetchy water system; and

WHEREAS, Having been in service since 1925, sections of the original lining have deteriorated due to age, original construction deficiencies, and deferred maintenance, resulting in vulnerabilities to meeting the water quality and delivery reliability level-of-service objectives; and

WHEREAS, The Mountain Tunnel Improvements Project (Project) is a multi-year project to perform rehabilitation and improvements to extend the life of this critical water conveyance facility, and the San Francisco Public Utilities Commission (SFPUC) staff required construction management services to assist them in supervision of the contractor's construction work at this Project; and

WHEREAS, On October 10, 2018, the SFPUC advertised Request for Proposals Agreement No. PRO.0096, Mountain Tunnel Improvements Construction Management Services, seeking to hire a construction management firm to provide supervision support for the Project; and

WHEREAS, The SFPUC and Contract Monitoring Division (CMD), upon reviewing the scores, determined that AECOM Technical Services, Inc., was the highest-ranking firm based on the established scoring criteria; and

WHEREAS, The CMD established a 12% Local Business Enterprise (LBE) subconsultant participation requirement on this project and AECOM Technical Services, Inc. committed to LBE subconsultant participation of 26.8%; and

WHEREAS, On April 23, 2019, by Resolution No. 19-0085, the SFPUC awarded Contract No. PRO.0096, Mountain Tunnel Improvements Construction Management Services, to AECOM Technical Services, Inc., for a not to exceed amount of \$24,500,000, and a duration of eight years, to provide support to the SFPUC to perform construction management and inspection services for the ongoing construction Contract HH-1000R, Mountain Tunnel Improvements Project; and

WHEREAS, On June 5, 2019, by Resolution No. 278-19, this Board of Supervisors authorized the General Manager of the SFPUC to enter into a professional services agreement with AECOM Technical Services, Inc. to provide support to the SFPUC to perform construction management and inspection services for the ongoing construction Contract HH-1000R, Mountain Tunnel Improvements Project, for a not to exceed amount of \$24,500,000 and a duration of eight years; and

San Francisco Public Utilities Commission **BOARD OF SUPERVISORS**

WHEREAS, This professional services agreement provides specialized expertise in managing and inspecting tunnel rehabilitation construction work and related improvements, including construction of access tunnel adits, deep shafts, underground flow control valving and steel piping, lining repairs and contact grouting, as well as other specialized work; and

WHEREAS, On January 4, 2021, Amendment No. 1 was executed to include the Community Benefits language for the Request for Proposals (RFP) that was inadvertently left out of the executed agreement in error, and with no changes to the agreement amount or duration; and

WHEREAS, On August 6, 2021, Amendment No. 2 was executed to update an error to the Other Direct Costs language, and with no changes to the agreement amount or duration; and

WHEREAS, The SFPUC requires the continued services of this qualified construction management firm for the duration of construction to supplement SFPUC Construction Management Bureau staff to monitor project budget, schedule, and scope, to provide quality assurance inspection and construction document control for Contract HH-1000R; and

WHEREAS, Cost increases are primarily due to the need for increased quantity of inspection services but also for increased environmental construction compliance services and contract administration; and

WHEREAS, The original estimate underestimated the number of inspectors and shifts required for the multiple project locations and work activities along the 19-mile-long corridor as well as continuous 24 hours/7 day 12-hour duration construction work schedules during the five annual multi-month tunnel shutdown periods; and

WHEREAS, The contract budget increase is also needed for increased environmental construction compliance services resulting from winter storm damage to the various project

locations and increased compliance services for the construction water treatment plant to meet regulatory compliance; and

WHEREAS, The proposed amendment also provides a budget for the unanticipated additional contract administration and management costs incurred to support removal of the scope of work for the South Fork site and various roadway improvements from construction Contract HH-1000R (the construction work for the Project); and

WHEREAS, The duration extension in Amendment No. 3 is needed to provide additional time for the CM Consultant to assist with the extensive closeout documentation for this complex construction Project and to help resolve any outstanding claims that may be submitted by the contractor at the end of the Project; and

WHEREAS, On October 22, 2024, by Resolution No. 24-0221, the SFPUC approved Amendment No. 3 to Professional Services Agreement No. PRO.0096, Mountain Tunnel Improvement Construction Management Services, with AECOM Technical Services, Inc., increasing the contract by \$9,500,000 and extending the contract duration by five months, for a total contract amount of \$34,000,000 and a total contract duration of eight years and five months, starting July 31, 2019, through December 30, 2027, to continue providing specialized construction management services for the Mountain Tunnel Improvements Project, subject to Board of Supervisors approval under Section 9.118; and

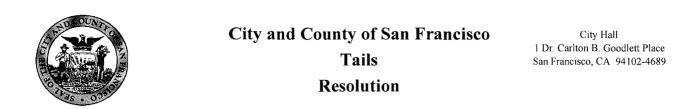
WHEREAS, Charter, Section 9.118(b) requires Board of Supervisors' approval by Resolution of any contract which, when entered into, extends over 10 years, and of any contract which, when entered into, costs the City \$10,000,000 or more; and

WHEREAS, The proposed Amendment contained in File No. 241058, is substantially in final form, with all material terms and conditions included, and only remains to be executed by all parties upon approval of this Resolution; now, therefore, be it

RESOLVED, That this Board of Supervisors hereby authorizes the General Manager of the SFPUC to execute Amendment No. 3 to Professional Services Agreement No. PRO.0096 with AECOM Technical Services, Inc., increasing the contract by \$9,500,000 and extending the contract duration by five months, for a total contract amount of \$34,000,000 and a total contract duration of eight years and five months, to continue providing specialized construction management services for the Mountain Tunnel Improvements Project; and, be it

FURTHER RESOLVED, That within 30 days of Amendment No. 3 being fully executed by all parties to this contract, the SFPUC shall provide signed copies of the contract amendment to the Clerk of the Board for inclusion in the official file.

San Francisco Public Utilities Commission **BOARD OF SUPERVISORS**



File Number: 241058

Date Passed: January 28, 2025

Resolution approving and authorizing the General Manager of the San Francisco Public Utilities Commission to execute Amendment No. 3 to Professional Services Agreement No. PRO.0096, Mountain Tunnel Improvement Construction Management Services, with AECOM Technical Services, Inc., increasing the contract by \$9,500,000 for a total contract not to exceed amount of \$34,000,000 and extending the contract duration by five months from July 31, 2027, for a total contract term from July 31, 2019, through December 30, 2027, to continue providing specialized construction management services for the Mountain Tunnel Improvements Project, pursuant to Charter, Section 9.118.

January 22, 2025 Budget and Finance Committee - RECOMMENDED

January 28, 2025 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Chen, Dorsey, Engardio, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill and Walton

File No. 241058

I hereby certify that the foregoing Resolution was ADOPTED on 1/28/2025 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

Daniel Lurie Mayor

1.31.25

Date Approved