

RESOLUTION NO. 11-2008

Adopted April 1, 2008

AUTHORIZING A LETTER AGREEMENT WITH THE CITY AND COUNTY OF SAN FRANCISCO, BY AND THROUGH ITS SAN FRANCISCO PUBLIC UTILITIES COMMISSION, TO PROVIDE SECURITY SERVICES FOR SWITCHGEAR EQUIPMENT LOCATED AT INNES AVENUE AND EARL STREET, BEGINNING APRIL 14, 2008 AND ENDING NO LATER THAN AUGUST 16, 2008 FOR AN AMOUNT NOT TO EXCEED \$80,000; HUNTERS POINT SHIPYARD REDEVELOPMENT PROJECT AREA

BASIS FOR RESOLUTION

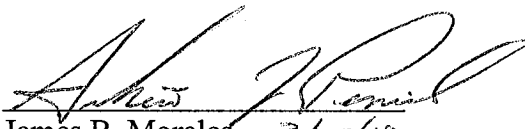
1. On December 2, 2003, the Redevelopment Agency of the City and County of San Francisco (the "Agency") and Lennar, BVHP, LLC ("Lennar") entered into the Phase 1 Hunters Point Shipyard Disposition and Development Agreement whereby Lennar is required to construct the horizontal infrastructure improvements necessary to accommodate the construction of up to 1,600 homes at the Hunters Point Shipyard Redevelopment Project Area (the "Shipyard").
2. Part of Lennar's obligations is to ensure the provision of reliable electricity distribution service to the Phase 1 development. Therefore, in March 2007, Lennar entered into an electricity agreement with the San Francisco Public Utilities Commission ("SFPUC") to provide electricity for Phase 1 at the Shipyard.
3. In order to provide electricity to the Shipyard, SFPUC desires to locate switchgear equipment on a lot at Innes Avenue and Earl Street (the "Site"). The switchgear equipment cannot be moved to the Site until the security necessary to safeguard and protect the equipment is arranged.
4. On December 2, 2003, by Resolution No. 179-2003, the Agency transferred Parcel A in the Shipyard to Lennar. The Site was included in this transfer and is owned by Lennar.
5. In order to expedite the installation and security for the equipment, SFPUC requests that the Agency modify its personal services contract between the Agency and McCoy's Patrol Service, Inc., a California corporation ("McCoy's"), to include security services for the Site.
6. McCoy's will invoice the Agency for the additional security services in an amount not to exceed \$80,000. The Agency will pay the invoice and bill SFPUC for reimbursement.

7. The Agency and SFPUC desire to enter into a letter agreement to provide security services for the Site (the "Letter Agreement").
8. The Letter Agreement with SFPUC is not a project as defined by the California Environmental Quality Act ("CEQA") in CEQA Guidelines Section 15378(b)(5), because the action will allow for the Agency to provide security services within a redevelopment project area for SFPUC equipment. The provision of such services is a normal administrative activity of the Agency, will not change conditions in the Shipyard, will not independently result in a physical change in the environment, and is not subject to environmental review under CEQA.

RESOLUTION

ACCORDINGLY, IT IS RESOLVED by the Redevelopment Agency of the City and County of San Francisco that the Executive Director is authorized to enter into a Letter Agreement with the City and County of San Francisco, by and through its San Francisco Public Utilities Commission, to provide security services for switchgear equipment located on a lot at Innes Avenue and Earl Street, beginning April 14, 2008 and ending no later than August 16, 2008 for an amount not to exceed \$80,000, Hunters Point Shipyard Redevelopment Project Area, substantially in the form lodged with the Agency General Counsel.

APPROVED AS TO FORM:


for, James B. Morales 3/25/08
Agency General Counsel