RESOLUTION NO. 13-2010

Adopted February 2, 2010

AUTHORIZING A SECOND AMENDMENT TO THE LETTER AGREEMENT WITH THE DEPARTMENT OF PUBLIC WORKS OF THE CITY AND COUNTY OF SAN FRANCISCO TO INCREASE THE BUDGET BY AN AMOUNT NOT TO EXCEED $1,065,188, FOR A TOTAL AGGREGATE AMOUNT NOT TO EXCEED $1,414,188, FOR CONSTRUCTION PHASE SERVICES FOR THE SOUTH OF MARKET ALLEYWAYS IMPROVEMENT PROJECT; SOUTH OF MARKET REDEVELOPMENT PROJECT AREA

BASIS FOR RESOLUTION

1. In May 2007, the Redevelopment Agency of the City and County of San Francisco (the “Agency”) and the San Francisco Department of Public Works (“DPW”) entered into a Letter Agreement (the “Letter Agreement”) in an amount not to exceed $120,000 to develop a concept plan for an initial set of alleyway improvements in the South of Market Redevelopment Project Area.

2. After several public workshops, the concept plan has been completed and approved by the South of Market Project Area Committee. The South of Market Alleyways Improvement Project (the “Project”) calls for a wide range of improvements to the alleyways, including raised crosswalks at intersections, special roadway paving, new trees and lighting, art enrichment, chicanes (i.e., alternating parking on either side of a one-way street), and a pedestrian plaza and speed table at the intersection of Minna and Russ Streets.

3. In June 2008, the Agency and DPW amended the Letter Agreement to complete the design for the alleyway improvements and procure construction bids for the work. The First Amendment to the Letter Agreement was for an additional $229,000, for a combined aggregate amount of $349,000.

4. The Project is now entering the Construction Phase, consisting of hard costs and soft costs. The hard costs are based upon the lowest responsive bid submitted in response to DPW’s call for bids for the Project. DPW has publicly bid the work and after evaluating the bids, desires to award a contract to the lowest responsive bidder, Harty Pipelines, Inc. The Agency’s share of the Project, based on Harty Pipelines, Inc.’s bid is $856,059.

5. The soft costs are comprised of DPW costs to manage the construction project and provide engineering support and administrative services for the Project in an amount not to exceed $209,129. Agency staff finds this amount to be reasonable.
6. The Agency and DPW now desire to amend the Letter Agreement to increase the budget to cover hard costs and soft costs projected through the completion of the Construction Phase. This authorization is for $1,065,188, for a new combined aggregate amount of $1,414,188.

7. Authorizing the Second Amendment to the Letter Agreement with DPW to increase the budget is an Agency administrative activity that will not cause any physical change in the environment and is not a “Project” as defined in the California Environmental Quality Act ("CEQA") Guidelines Section 15378(b)(5). Activities under the DPW Letter Agreement include completion of design work for the alleyway improvements and construction documents and administration of project construction, which are activities that would not directly have a significant effect on the environment and are exempt from CEQA pursuant to CEQA Guidelines Sections 15061(b)(3) and 15262.

RESOLUTION

ACCORDINGLY, IT IS RESOLVED by the Redevelopment Agency of the City and County of San Francisco that the Executive Director is authorized to amend the Letter Agreement with the Department of Public Works of the City and County of San Francisco to increase the budget by an amount not to exceed $1,065,188, for a total aggregate amount not to exceed $1,414,188, for Construction Phase services for the South of Market Alleyways Improvement Project, substantially in the form lodged with the Agency General Counsel.

APPROVED AS TO FORM:

James B. Morales
Agency General Counsel