SAN FRANCISCO MUNICIPAL TRANSPORTATION AGENCY BOARD OF DIRECTORS

RESOLUTION No. 180206-026

WHEREAS, Twin Peaks Tunnel, is a 2.2 mile long tunnel constructed in 1918, through which four of the most heavily used light rail lines run through the tunnel, carrying over 80,000 passengers per weekday; and,

WHEREAS, The track structure, including rails, ties, ballast, rail fixation and drainage between the tracks in the Twin Peaks Tunnel, has reached the end of its useful life and the tunnel requires seismic improvements and structural repairs; and,

WHEREAS, To maintain rail service safety, and improve transit service speed and reliability through the Twin Peaks Tunnel, the SFMTA must replace the track structure between the West Portal Station and the old Eureka Valley Station, which Project includes replacement of rail, ties, ballast, rail fixation and drainage between the tracks, and must also perform seismic strengthening of walls, beams and columns in the old Eureka Valley Station and replace a section of the tunnel ceiling east of the West Portal Station; and,

WHEREAS, The SFMTA determined that it would use a two-step Best Value Procurement Process to select a contractor qualified to perform the Project; and,

WHEREAS, On October 2, 2017, the SFMTA issued a Request for Qualifications to prequalify contractors for the Project, and on November 1, 2017 issued an Invitation for Bids soliciting Statements of Qualifications and Bids from prequalified contractors to perform the Project; and,

WHEREAS, On January 8, 2018 The SFMTA received proposal single bid and Statement of Qualifications from Shimmick/Con-Quest Joint Venture (SCJV); and,

WHEREAS, The SFMTA determined that the scope of the Project cannot be feasibly changed in a manner that might attract additional bidders if the Agency put the Project out to bid again, and if it did so, there is a significant risk that no contractor would bid at all, and therefore elected to evaluate the single bid received; and,

WHEREAS, SCJV's bid price of \$42,230,000 was 19 percent above the engineer's estimate of \$35,500,000; and,

WHEREAS, When only one bid is received, the Federal Transit Administration regulations require the SFMTA to perform a detailed cost analysis of the proposed price to determine whether it is fair and reasonable, and SFMTA staff and a SFMTA consultant reviewed SCJV's cost documents and price sheets to identify portions of the bid that should be negotiated; and,

WHEREAS, SFMTA negotiated the bid price with SCJV, by which SCJV reduced its bid price \$1,250,000 for a new bid price of \$40,980,000, with no reduction to the scope of the Project or any of the contract requirements which was determined to be fair and reasonable for the Project; and,

WHEREAS, The majority of the Project will be performed during a 60-day shutdown of the Twin Peaks Tunnel during which rail service through the tunnel will be suspended, and during up to 15 weekends with extended rail service shutdowns; and,

WHEREAS, Outreach staff regularly attends monthly meetings and have attended more than 70 neighborhood meetings and organized several open house events since 2015; and,

WHEREAS, The Contract Compliance Office reviewed the bid proposals and confirmed that SCJV will commit to meeting the Small Business Enterprise participation goal of 21% established for this Contract and will commit to meeting the non-discrimination and equal employment requirements of the Contract; and,

WHEREAS, Funding for Project under Contract No. 1282R1 will come from Federal grants and local sources; and,

WHEREAS, The Twin Peaks Tunnel Trackway Project is subject to the California Environmental Quality Act (CEQA). CEQA provides a categorical exemption from environmental review for replacement or reconstruction of existing structures and facilities as defined in Title 14 of the California Code of Regulations Section 15302; and,

WHEREAS, On July 31, 2015, the Planning Department determined (Case Number 2015-008803ENV) that the Twin Peaks Tunnel Trackway Project is categorically exempt from CEQA as defined in Title 14 of the California Code of Regulations Section 15302; and,

WHEREAS, A copy of the CEQA determination is on file with the Secretary to the SFMTA Board, and may be found in the records of the Planning Department at 1650 Mission Street in San Francisco, and is incorporated herein by reference; and, therefore be it

RESOLVED, That the SFMTA Board of Directors awards San Francisco Municipal Transportation Agency Contract No. 1282R1, Twin Peaks Tunnel Trackway Improvement Project to Shimmick/Con-Quest Joint Venture to replace the track structure and perform seismic strengthening and structural repairs in the Twin Peaks Tunnel, between the West Portal and old Eureka Valley Stations, in the amount of \$40,980,000, and for a term of 240 calendar days to substantial completion.

I certify that the foregoing resolution was adopted by the San Francisco Municipal Transportation Agency Board of Directors at its meeting of February 6, 2018.

Secretary to the Board of Directors

Secretary to the Board of Directors San Francisco Municipal Transportation Agency