

**PUBLIC WORKS COMMISSION
CITY AND COUNTY OF SAN FRANCISCO**

RESOLUTION NO. 2024-0023

WHEREAS, On July 10, 2019, San Francisco Public Works (“Public Works”) entered into a Memorandum of Understanding (“MOU”) with the San Francisco Department of Public Health (“DPH”) to manage the design and construction of the Laguna Honda Hospital and Rehabilitation Center Administrative Building M&O Wings Renovation project (“Project”) located at 375 Laguna Honda Boulevard; and

WHEREAS, The scope covers 86,461 square feet of space in an administration building on the Laguna Honda Hospital campus as well as exterior accessibility-compliant parking spaces, loading zone, and canopy. Two former hospital wards and the spine that connects them will be converted to office space for 420 full-time equivalent employees; and

WHEREAS, On August 11, 2022, the San Francisco Planning Department issued an Addendum to the Laguna Honda Hospital Replacement Project Final Environmental Impact Report (“FEIR”) determining that the Project would not result in new significant impacts that were not identified in the FEIR, nor would they result in substantially more severe impacts than what was identified in the FEIR; and

WHEREAS, On June 2, 2022, Public Works advertised the construction contract for the Laguna Honda Hospital and Rehabilitation Center Administrative Building M&O Wings Renovation project; and

WHEREAS, On August 3, 2022, Public Works received three bids and S.J. Amoroso Construction Co. LLC was determined as the lowest responsible and responsive bidder with a bid of \$52,436,300, approximately 86% of the City’s Engineer’s estimate of \$61,249,258; and

WHEREAS, On August 31, 2022, Public Works awarded Contract No. 1000026746 to S.J. Amoroso Construction Co. LLC; and

WHEREAS, Public Works issued the Notice to Proceed to S.J. Amoroso Construction Co. LLC on January 30, 2023; and

WHEREAS, The awarded contract amount was \$52,436,300; and

WHEREAS, The awarded contract duration was 548 calendar days; and

WHEREAS, Due to the recertification efforts of the Department of Public Health for the Laguna Honda Hospital campus, Public Works coordinated with DPH for the addition of the Strategic Pre-Construction Planning to the SJ Amoroso contract. This 4-month period gave dedicated time to the project team to carefully coordinate pre-construction strategies, plans, and field investigations while DPH concentrated staff and leadership on preparation for and responses to State recertification efforts; and

WHEREAS, Other projected time and/or cost impacts include additional fire watch, existing site condition repairs and re-alignments, and the inclusion of a main sewer replacement along the south side of campus to synergize the Project's contractor coordination; and

WHEREAS, Due in part to additional Project costs described herein and the uncertainty of future State Surveyor visits towards Laguna Honda Hospital's continuing certification maintenance efforts and site conditions for this 1950's building, the Project team requests a 60% time extension; and

WHEREAS, The Project team requests a contract increase of \$10,487,260 to cover additional Project costs that were not foreseen during the programming, design, and bid phases, including [insert short description here]; now, therefore, be it

RESOLVED, That this Commission hereby approves an increase of \$10,487,260 and 329 days to Contract No. 1000026746 Laguna Honda Hospital and Rehabilitation Center Administrative Building M&O Wings Renovation with S.J. Amoroso Construction Co. LLC, and authorizes the Director of Public Works to approve future modifications to the contract for a total contract amount of up to \$62,923,560 and total contract duration of up to 877 calendar days.

I hereby certify that the foregoing resolution was adopted by the Public Works Commission at its meeting of March 11, 2024.



Commission Affairs Manager
Public Works Commission