

RESOLUTION NO. 080700

BOARD OF SUPERVISORS, COUNTY OF SAN MATEO, STATE OF CALIFORNIA

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RESOLUTION AUTHORIZING: A) THE COUNTY EXECUTIVE OR DESIGNEE, TO EXECUTE A SETTLEMENT AND AN AMENDMENT TO THE AGREEMENT WITH SKANSKA USA, INC. FOR THE CORDILLERAS HEALTH CAMPUS PROJECT, INCREASING THE AMOUNT PAYABLE UNDER THE AGREEMENT BY \$6,495,048 ABOVE PRIOR AUTHORITY, ESTABLISHING A TOTAL CONTRACT VALUE OF \$135,780,486; AND B) THE COUNTY EXECUTIVE OFFICER OR DESIGNEE TO ISSUE CHANGE ORDERS AND AMENDMENTS TO THE AGREEMENT WITH SKANSKA USA BY NO MORE THAN 5 PERCENT, OR \$6,789,024 FOR A NEW MAXIMUM FISCAL OBLIGATION NOT TO EXCEED \$142,569,510; AND C) A TOTAL BUDGET FOR THE CORDILLERAS HEALTH CAMPUS PROJECT OF \$174,000,000

RESOLVED, by the Board of Supervisors of the County of San Mateo that

WHEREAS, the Cordilleras Health Campus Project (Project) will replace the existing facility with multiple new residential facilities that meet modern standards of care for individuals with serious mental illness; and

WHEREAS, on June 26, 2018, the Board approved a construction manager agreement (Agreement) with Skanska, USA, Inc.; and

WHEREAS, on June 28, 2022, this Board adopted Resolution No. 078979 establishing a maximum fiscal obligation for the Agreement, including contingency authority, in the amount of \$129,285,438 and through subsequent action including Resolution No. 080562 recognized a Project Budget of \$160,134,904; and

WHEREAS, due to, *inter alia*, unforeseen conditions, County-initiated design enhancements, unanticipated and substantial modifications required by authorities having jurisdiction, and design and site coordination issues, additional amounts payable under the Agreement and schedule revisions are required; and

WHEREAS, County, after diligent review and through global negotiated resolution, has agreed to resolve all claims and disputes with Skanska regarding such schedule extensions and additional amounts payable through establishment of a new baseline schedule and settlement in the amount of \$13,850,000; and

WHEREAS, after use of contingency authority, the release and amendment will increase the maximum amount payable under the Agreement by \$6,495,048 above prior authority, establishing a total contract value of \$135,780,486; and

WHEREAS, the Project Team, in collaboration with the Health System and County partners, have worked diligently to maintain project momentum despite Project complexities and to, in collaboration with counsel, resolve any claims while minimizing costs and exposure.

WHEREAS, the resolution of claims has been reviewed by the County's Attorney's Office and the Project Team and will be materially in the form of the settlement to the Agreement accompanying this Resolution and the amendment will be consistent with the terms set forth therein and be reviewed by the County Attorney's Office, the assigned project manager, and the Director of the Project Development Unit before execution.

NOW, THEREFORE, IT IS HEREBY DETERMINED AND ORDERED that the County Executive or designee is hereby authorized to execute a settlement and an amendment to the Agreement with Skanska USA Inc, both materially in the form of the settlement to the Agreement accompanying this Resolution. for the construction of the Cordilleras Health Campus Project, increasing the amount payable by \$6,495,048 above prior authority, establishing a total contract value of \$135,780,487.

BE IT FURTHER RESOLVED that the County Executive Officer or designee is authorized to issue additional change orders and amendments to the Agreement that increase the maximum fiscal obligation by no more than an additional 5 percent, in aggregate.

BE IT FURTHER RESOLVED that the Board of Supervisors hereby establishes a total budget for the Cordilleras Health Campus Project of \$174,000,000.

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Regularly passed and adopted this 22nd day of October, 2024

AYES and in favor of said resolution:

Supervisors:

DAVE PINE

NOELIA CORZO

RAY MUELLER

DAVID J. CANEPA

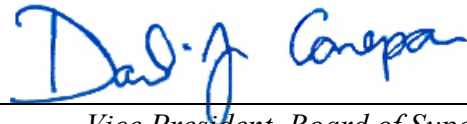
NOES and against said resolution:

Supervisors:

NONE

Absent Supervisor:

WARREN SLOCUM



*Vice President, Board of Supervisors
County of San Mateo
State of California*

Certificate of Delivery

I certify that a copy of the original resolution filed in the Office of the Clerk of the Board of Supervisors of San Mateo County has been delivered to the President of the Board of Supervisors.



Assistant Clerk of the Board of Supervisors