



**Watsonville**  
CALIFORNIA

## CITY COUNCIL AGENDA REPORT

**MEETING DATE:** Tuesday, May 27, 2025  
**TO:** CITY COUNCIL  
**WRITTEN BY:** Assistant Public Works & Utilities Director Fontes  
**RECOMMENDED BY:** PUBLIC WORKS & UTILITIES DIRECTOR LINDBERG  
**APPROVED BY:** TAMARA VIDES, CITY MANAGER  
**SUBJECT:** APPROVE THIRD AMENDMENT TO CONTRACT WITH G7EI, INC., FOR PROJECT MANAGEMENT SERVICES AND AMEND COMPENSATION TO PROVIDE AN ADDITIONAL \$100,000 AND EXTENDING THE TERM OF THE CONTRACT TO JUNE 30, 2026

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### RECOMMENDATION:

Staff recommend that the City Council adopt a resolution approving the Third Amendment to the Contract with G7ei, Inc., for Project Management Services, extend the contract term through the '25-'26 fiscal year, and amend the contract compensation to provide an additional \$100,000 for a total contract amount not to exceed \$374,560.

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### BACKGROUND:

On December 11, 2023, the City executed a contract with G7ei, Inc., for Project Management Services, in an amount not to exceed \$91,520, and a contract expiration date of June 20, 2024.

On June 11, 2024, the City Council adopted Resolution No. 103-24 (CM) approving the First Amendment to Contract and increasing the contract compensation in the amount of \$91,520 for a total amount not to exceed \$183,040 and extending the term of the contract to June 30, 2025.

On February 18, 2025, the City Council adopted Resolution No. 29-25 (CM) approving the Second Amendment to Contract and increasing the contract compensation in the amount of \$91,520 for a total amount not to exceed \$274,560

### DISCUSSION:

In late 2023, the Public Works & Utilities Department Engineering Division had several engineering

positions vacant and could not recruit replacements. Due to this need, and to balance workload and complete projects, staff contracted with G7ei, Inc. and hired Eda Herrera to assist part-time for the first six months of 2024. When the engineering positions were not filled, her contract was extended to an additional six months. As the engineering positions remain vacant and are not expected to be filled, staff recommend that the City Council approve Amendment Three to Contract with G7ei, Inc. and add \$100,000 for a new total compensation amount not to exceed \$374,560 and extend the contract term through the '25-26' fiscal year.

### **CALIFORNIA ENVIRONMENTAL QUALITY ACT (CEQA) DETERMINATION:**

Adopting a contract for, and amending a contract for, project management services with G7ei, Inc. does not meet CEQA's definition of a "Project," because adopting a contract for project management services does not have the potential for resulting in either a direct physical change in the environment or a reasonably foreseeable indirect physical change in the environment.

### **STRATEGIC PLAN:**

This project is consistent with the following strategic plan goals:

2-Infrastructure & Environment

### **FINANCIAL IMPACT:**

Amendment Three to Contract will provide an additional \$100,000 for a contract total amount not to exceed \$374,560. Funding for this amendment is available from the City's approved budget in Account #0710-544-7361.

### **ALTERNATIVE ACTION:**

No reasonable alternatives are known at this time.

### **ATTACHMENTS AND/OR REFERENCES (IF ANY):**

None