

RESOLUTION NO. _____ (CM)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE AUTHORIZING THE INCREASE OF OPEN PURCHASE ORDERS WITH PAJARO VALLEY FABRICATION, INC., ARATA EQUIPMENT COMPANY AND FASTENAL COMPANY BY \$50,000.01 IN AN AMOUNT NOT TO EXCEED \$150,000 EACH TO FACILITATE PURCHASES \$10,000 AND SMALLER

WHEREAS, City operations require immediate purchases from time to time to facilitate small jobs under \$10,000; and

WHEREAS, Pajaro Valley Fabrication Inc., Arata Equipment Company, and Fastenal Company have been identified as vendors commonly used to facilitate small jobs throughout many departments; and

WHEREAS, the City established open purchase orders with Pajaro Valley Fabrication Inc, Arata Equipment Company, and Fastenal Company, in an amount not to exceed \$99,999.99; and

WHEREAS, the current open purchase orders with Pajaro Valley Fabrication Inc, Arata Equipment Company, and Fastenal Company will be exceeding the \$99,999.99 amount and an increase of \$50,000.01 is requested to pay for the purchases and services for the remainder of the fiscal year; and

WHEREAS, purchases in excess of \$100,000 require Council approval per Section 3-5.460 of Chapter 5 (Purchasing Procedures) of Title 3 (Finance) of the Watsonville Municipal Code.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, AS FOLLOWS:

1. This action is exempt from the requirements of the California Environmental Quality Act (CEQA) in accordance with CEQA Guidelines Section 15378(b)(5), in that

adopting a Resolution authorizing open purchase orders with Pajaro Valley Fabrication Inc. Arata Equipment Company and Fastenal Company, does not meet CEQA's definition of a "project," because the action 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 and if a "project," is exempt under the "common sense" exception (14 Cal. Code Regs. § 15061(b)(3)) because it can be seen with certainty that there is no possibility that this action may have a significant effect on the environment.

2. The City Council hereby authorizes the increase of the Open Purchase Orders by \$50,000.01, per open purchase order, for the following vendors:

- Pajaro Valley Fabrication Inc,
- Arata Equipment Company
- Fastenal Company

With the additional amount, each of the above Open Purchase Orders will not exceed \$150,000.
