

# **Agenda Report**

MEETING DATE: Tuesday, December 14, 2021

TO: City Council

FROM: INTERIM PUBLIC WORKS & UTILITIES DIRECTOR DI RENZO

ADOLFO GONZALEZ, TRAFFIC OPERATIONS MANAGER

SUBJECT: TRAFFIC SIGNAL MAINTENANCE CONTRACT AMENDMENT NO.

2 WITH BEAR ELECTRICAL SOLUTIONS, INC EXTENDING TERM BY TWO ADDITIONAL YEARS FOR A NOT-TO-EXCEED AMOUNT OF \$80,000 FOR PERIOD NOVEMBER 1, 2021 THRU JUNE 30,

2022 AND \$120,000 FOR THE PERIOD OF JULY 1, 2022

#### STATEMENT OF ISSUES:

Traffic signal maintenance is essential for safe and efficient operation of the City traffic light system.

#### **RECOMMENDED ACTION:**

It is recommended that City Council adopt a resolution approving contract Amendment No. 2 with Bear Electrical Solutions, Inc. extending the term by two additional years and updating rates for a not-to-exceed amount of \$80,000 for the period of November 1, 2021 thru June 30, 2022 and \$120,000 for the period of July 1, 2022 thru June 30, 2023.

### **DISCUSSION:**

On October 30, 2018 the City entered into an agreement with Bear Electrical Solutions, Inc. to maintain the City's traffic signal systems. The initial term of the agreement was for one (1) year with an option to extend an additional two times, each instance for two-year terms. In February, 2020 Council approved the first two-year term extension at the same rates included in the initial term.

Bear Electrical Solutions, Inc. has performed well over the last three years. Extending the agreement term for the remaining two-year term will allow the City to continue to effectively maintain its traffic signal systems. Also included in this proposed amendment is an increase in the labor rate schedule by 7.4% to account for changes since 2018 in the Consumer Price Index (CPI).

Therefore, staff recommends that the City Council approve Amendment No. 2, extending the agreement with Bear Electrical Solutions, Inc for an additional and final extension term of two (2) years, and acknowledge for inflation by increasing the rates and the contract amounts by not to exceed amount to \$80,000 for the period of November 1, 2021 thru June 30, 2022 and

\$120,000 for the period of consultancy services at this time, but am including \$71,585 contingency in our request should we find we need modifications during July 1, 2022 thru June 20, 2023.

#### STRATEGIC PLAN:

This contract is consistent with the following Strategic Plan Goals:

Goal 3 - Infrastructure & Environment

Goal 6 - Public Safety

#### FINANCIAL IMPACT:

Funding for this contract extension is available in the following budget:

0305 923 7839 14018 Signals and Lighting Repair and Maintenance

#### **ALTERNATIVE ACTION:**

The City Council may choose not to authorize extending the agreements or increasing the amount and direct staff to request new bids.

## **ATTACHMENTS AND/OR REFERENCES (If any):**

None.