

**SECOND AMENDMENT TO CONSULTANT SERVICES CONTRACT
BETWEEN THE CITY OF WATSONVILLE
AND BEAR ELECTRICAL SOLUTIONS INC**

THIS SECOND AMENDMENT TO CONTRACT for consultant services is entered into by and between the **City of Watsonville** ("City") and **Bear Electrical Solutions Inc.**, ("Consultant") this _____. The City and Consultant agree as follows:

RECITALS

WHEREAS, the City and Consultant have previously executed a Consultant Services Contract to provide Traffic Signal Maintenance services dated October 30, 2018;

WHEREAS, the City and Consultant previously executed Amendment No. 1 to the contract on *February 11, 2020* that added additional tasks to the work program of the Consultant causing additional cost and time to the project completion; and

WHEREAS, the amendment of the Contract for Consultant Services is in the best interest of the City of Watsonville.

NOW, THEREFORE, the City and the Consultant agree that the Contract shall be amended as follows:

Section 1 is hereby amended to add the following:

"Section 1. Scope of Services. In addition to the performance of those services specified in detail in Exhibit "A" of the Contract, Consultant shall perform the additional services specified in detail in Exhibit "1," entitled SECOND AMENDMENT TO SCOPE OF SERVICES, which is attached hereto and incorporated herein."

Section 2 is hereby amended to add the following:

"Section 2. Term of Contract and Exhibit "B", Schedule of Performance. Contract end date to extend to June 30, 2023."

Section 4 is hereby amended to read:

"Section 3 and Exhibit "C" both entitled "Compensation" of the Contract, are hereby amended to provide an additional amount of Eighty Thousand Dollars (\$80,000) for professional services for the period of November 1, 2021 thru June 30, 2022 and One Hundred Twenty Thousand Dollars (\$120,000) for the period of July 1, 2022 thru June 30, 2023.

All other terms and conditions of the Contract dated October 30, 2018, as amended, shall remain in full force and effect.

IN WITNESS WHEREOF, the parties hereto have executed this Second Amendment to Consultant Services Contract the day and year first hereinabove written.

CITY OF WATSONVILLE

BEAR ELECTRICAL SOLUTIONS INC.

By _____
Matthew Huffaker, Interim City Manager

DocuSigned by:
Robert Asuncion
By _____
5DAA558DC559480
Robert Asuncion, Vice President

ATTEST:

By _____
Beatriz Vázquez Flores, City Clerk

APPROVED AS TO FORM:

By _____
Alan J. Smith, City Attorney



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EXHIBIT A - B

City of Watsonville
Department of Public Works & Utilities
320 Harvest Drive
Watsonville, CA 95076
ATTN: Mr. Adolfo Gonzalez, Traffic Operations Manager

RE: Request to Amend and Extend the Agreement for Traffic Signal & Streetlight Maintenance Services for Bear Electrical Solutions, Inc. – FY 21-23

Dear Mr. Gonzalez:

Reference is made to our current contracts to perform consultant services for the *City of Watsonville – Traffic Signal and Street Light Services (both dated October 30, 2018)*. Bear Electrical Solutions, Inc. is grateful to work with the City and its community and wishes to continue that relationship.

We respectfully request to amend and extend the aforementioned contract(s) for another two (2) year term as afforded in *Section 2 -Term of Contract* (for both contracts). (This will be the final extension afforded by the contracts).

Moreover, we kindly request the following amendment to *Appendix A & B – Traffic Signals* and *Exhibit D – Streetlight*.

Narrative on CPI Justification -Bear has not increased any of our rates since the start of both contracts in October 2018. A request for a CPI increase was made during the first extension request in December of 2019 but was rescinded in the spirit of customer support during the start of the global pandemic.

In determining the CPI for escalating both contracts the following items were considered:

- Table 1.0 - the CPI for All Urban Consumers (CPI-U) for all items US City Average
- Table 2.0 – the CPI for All Urban Consumer (CPI-U) for all items in the San Francisco Bay Area
- Table 3.0 - the CPI for All Urban Wage Earners and Clerical Works (CPI-W) for all items in the San Francisco Bay Area

Table 1.0 – US CITY NATION AVERAGE

CPI for All Urban Consumers (CPI-U)	INDEX VALUE	% Delta	NOTES
Oct-18	252.885	N/A	
Dec-19	256.974	1.62	Percent between Dec 2019 and Start of Contract
Aug-21	273.567	8.18	Percent between Aug 2021 and Start of Contract

Table 2.0 – SAN FRANCISCO BAY AREA – ALL URBAN CONSUMER

CPI for All Urban Consumers (CPI-U)	INDEX VALUE	% Delta	NOTES
Oct-18	289.673	N/A	
Dec-19	297.007	2.53	Percent between Dec 2019 and Start of Contract
Aug-21	311.167	7.42	Percent between Aug 2021 and Start of Contract

Table 3.0 – SAN FRANCISCO BAY AREA – ALL URBAN EARNERS AND CLERICAL WORKS

CPI for Urban Wage Earners and Clerical Workers (CPI-W)	INDEX VALUE	% Delta	NOTES
Oct-18	283.183	N/A	
Dec-19	289.456	2.2	Percent between Dec 2019 and Start of Contract
Aug-21	307.423	8.6	Percent between Aug 2021 and Start of Contract

In reviewing the data results from the three tables, we would like to request a +7.42% cost of living adjustment for all labor related items. Table 2.0 index values are more in line with our geographic area and is modest compared to Tables 1.0 and 3.0. (It should be noted that most public agencies follow Table 3.0 for escalation purposes.)

Amendment Request No. 1 – Unit cost adjustment of +7.42% to our labor rates for both contracts.

This CPI increase has been incorporated to the attached proposed exhibits (“Appendix A” & “B” – Traffic Signals and “Exhibit D” – Streetlight).

Again, we are extremely grateful for the opportunity to work with the city of Watsonville and City staff and look forward to another contract term.

Please feel free to contact me directly via mobile phone at 408-717-2448 or via email at Robert@Bear-Electrical.com

Sincerely,
Bear Electrical Solutions, Inc.



Robert Asuncion, TE
Vice President

Attachments

NEWS RELEASE

BUREAU OF LABOR STATISTICS

U. S. D E P A R T M E N T O F L A B O R



For Release: Tuesday, September 14, 2021

21-1661-SAN

WESTERN INFORMATION OFFICE: San Francisco, Calif.

Technical information: (415) 625-2270 BLSinfoSF@bls.gov www.bls.gov/regions/west

Media contact: (415) 625-2270

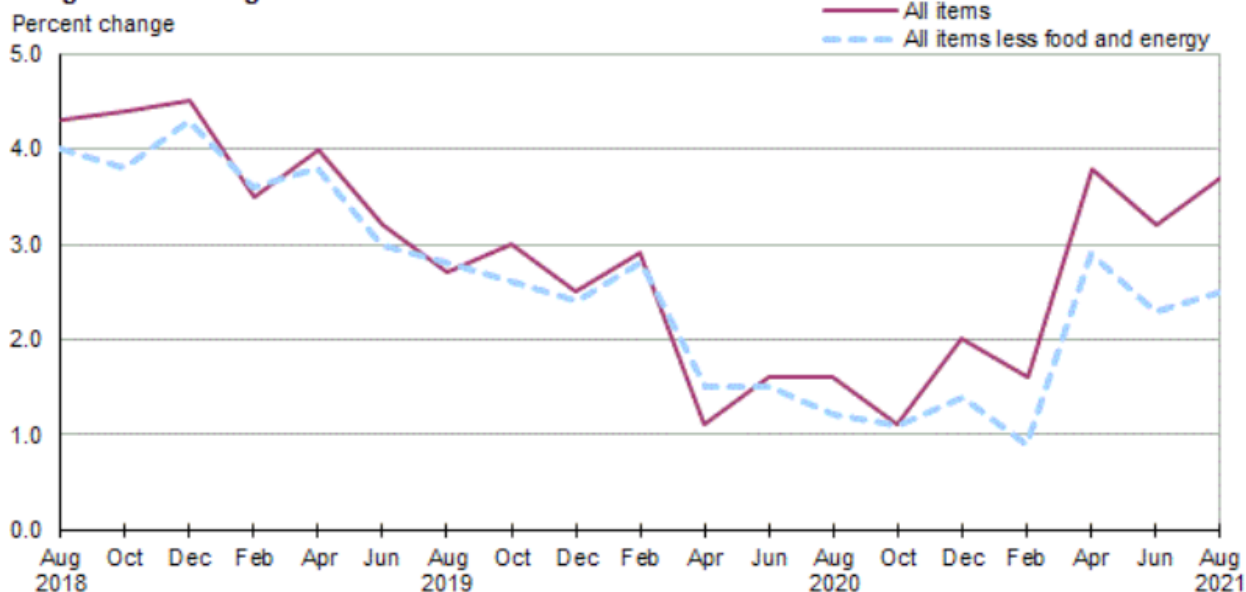
Consumer Price Index, San Francisco Area — August 2021

Area prices were up 0.5 percent over the past two months, up 3.7 percent from a year ago

Prices in the San Francisco area, as measured by the Consumer Price Index for All Urban Consumers (CPI-U), increased 0.5 percent for the two months ending in August 2021, the U.S. Bureau of Labor Statistics reported today. (See [table A.](#)) Regional Commissioner Chris Rosenlund noted that the August increase was influenced by higher prices for food and shelter. (Data in this report are not seasonally adjusted. Accordingly, month-to-month changes may reflect seasonal influences.)

Over the last 12 months, the CPI-U rose 3.7 percent. (See [chart 1](#) and [table A.](#)) Food prices rose 5.1 percent. Energy prices jumped 21.5 percent, largely the result of an increase in the price of gasoline. The index for all items less food and energy increased 2.5 percent over the year. (See [table 1.](#))

Chart 1. Over-the-year percent change in CPI-U, San Francisco-Oakland-Hayward, CA, August 2018–August 2021



Food

Food prices rose 2.0 percent for the two months ending in August. (See [table 1.](#)) Prices for food at home rose 3.0 percent mainly due to an increase in the prices for other food at home (7.1 percent). Prices for food away from home advanced 0.9 percent for the same period.

Over the year, food prices rose 5.1 percent. Prices for food at home rose 5.7 percent, strongly influenced by higher prices for meats, poultry, fish, and eggs (10.3 percent). Prices for food away from home advanced 4.5 percent over the past year.

Energy

The energy index rose 2.4 percent for the two months ending in August. The increase was mainly due to higher prices for gasoline (4.0 percent). Prices for electricity moved up 0.5 percent over the past two months, and prices for natural gas service increased 0.4 percent for the same period.

Energy prices jumped 21.5 percent over the year, largely due to higher prices for gasoline (36.4 percent). Prices paid for electricity rose 9.3 percent, and prices for natural gas service increased 1.9 percent during the past year.

All items less food and energy

The index for all items less food and energy advanced 0.2 percent in the latest two-month period. Higher prices for household furnishings and operations (1.4 percent), recreation (1.0 percent), and shelter (0.4 percent) were partially offset by a lower price for medical care (-0.2 percent).

Over the year, the index for all items less food and energy increased 2.5 percent. Components contributing to the increase included recreation (12.9 percent), new and used motor vehicles (12.8 percent), and shelter (0.7 percent).

Table A. San Francisco-Oakland-Hayward, CA, CPI-U 2-month and 12-month percent changes, all items index, not seasonally adjusted

Month	2017		2018		2019		2020		2021	
	2-month	12-month	2-month	12-month	2-month	12-month	2-month	12-month	2-month	12-month
February	0.8	3.4	1.4	3.6	0.5	3.5	0.9	2.9	0.5	1.6
April	1.1	3.8	0.8	3.2	1.2	4.0	-0.5	1.1	1.7	3.8
June	0.3	3.5	0.9	3.9	0.2	3.2	0.7	1.6	0.0	3.2
August	0.2	3.0	0.6	4.3	0.1	2.7	0.0	1.6	0.5	3.7
October	0.6	2.7	0.7	4.4	1.0	3.0	0.5	1.1		
December	-0.1	2.9	0.1	4.5	-0.5	2.5	0.4	2.0		

The October 2021 Consumer Price Index for the San Francisco area is scheduled to be released on November 10, 2021.

Coronavirus (COVID-19) Pandemic Impact on August 2021 Consumer Price Index Data

Data collection by personal visit for the Consumer Price Index (CPI) program has been suspended since March 16, 2020. When possible, data normally collected by personal visit were collected either online or by phone. Additionally, data collection in August was affected by the temporary closing or limited operations of certain types of establishments. These factors resulted in an increase in the number of prices considered temporarily unavailable and imputed.

While the CPI program attempted to collect as much data as possible, many indexes are based on smaller amounts of collected prices than usual, and a small number of indexes that are normally published were not published this month. Additional information is available at <https://www.bls.gov/covid19/effects-of-covid-19-pandemic-on-consumer-price-index.htm>.

Technical Note

The Consumer Price Index (CPI) is a measure of the average change in prices over time in a fixed market basket of goods and services. The Bureau of Labor Statistics publishes CPIs for two population groups: (1) a CPI for All Urban Consumers (CPI-U) which covers approximately 93 percent of the total U.S. population and (2) a CPI for Urban Wage Earners and Clerical Workers (CPI-W) which covers approximately 29 percent of the total U.S. population. The CPI-U includes, in addition to wage earners and clerical workers, groups such as professional, managerial, and technical workers, the self-employed, short-term workers, the unemployed, and retirees and others not in the labor force.

The CPI is based on prices of food, clothing, shelter, and fuels, transportation fares, charges for doctors' and dentists' services, drugs, and the other goods and services that people buy for day-to-day living. Each month, prices are collected in 75 urban areas across the country from about 6,000 housing units and approximately 22,000 retail establishments—department stores, supermarkets, hospitals, filling stations, and other types of stores and service establishments. All taxes directly associated with the purchase and use of items are included in the index.

The index measures price changes from a designated reference date; for most of the CPI-U the reference base is 1982-84 equals 100. An increase of 7 percent from the reference base, for example, is shown as 107.000. Alternatively, that relationship can also be expressed as the price of a base period market basket of goods and services rising from \$100 to \$107. For further details see the CPI home page on the internet at www.bls.gov/cpi and the CPI section of the BLS Handbook of Methods available on the internet at www.bls.gov/opub/hom/cpi/.

In calculating the index, price changes for the various items in each location are averaged together with weights that represent their importance in the spending of the appropriate population group. Local data are then combined to obtain a U.S. city average. Because the sample size of a local area is smaller, the local area index is subject to substantially more sampling and other measurement error than the national index. In addition, local indexes are not adjusted for seasonal influences. As a result, local area indexes show greater volatility than the national index, although their long-term trends are quite similar. **NOTE: Area indexes do not measure differences in the level of prices between cities; they only measure the average change in prices for each area since the base period.**

Table 1.0 – Raw Values

Data extracted on: September 28, 2021 (3:10:00 PM)

CPI for All Urban Consumers (CPI-U)

Series Id: CUUR0000SA0
Not Seasonally Adjusted
Series Title: All items in U.S. city average, all urban consumers, not seasonally adjusted
Area: U.S. city average
Item: All items
Base Period: 1982-84=100

Download:  [xlsx](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	HALF1	HALF2
2018	247.867	248.991	249.554	250.546	251.588	251.989	252.006	252.146	252.439	252.885	252.038	251.233	250.089	252.125
2019	251.712	252.776	254.202	255.548	256.092	256.143	256.571	256.558	256.759	257.346	257.208	256.974	254.412	256.903
2020	257.971	258.678	258.115	256.389	256.394	257.797	259.101	259.918	260.280	260.388	260.229	260.474	257.557	260.065
2021	261.582	263.014	264.877	267.054	269.195	271.696	273.003	273.567					266.236	

Table 2.0 – Raw Values

Data extracted on: September 28, 2021 (3:08:21 PM)

CPI for All Urban Consumers (CPI-U)

Series Id: CUURS49BSA0
Not Seasonally Adjusted
Series Title: All items in San Francisco-Oakland-Hayward, CA, all urban consumers, not seasonally adjusted
Area: San Francisco-Oakland-Hayward, CA
Item: All items
Base Period: 1982-84=100

Download:  [xlsx](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual	HALF1	HALF2
2018		281.308		283.422		286.062		287.664		289.673		289.896	285.550	282.666	288.435
2019		291.227		294.801		295.259		295.490		298.443		297.007	295.004	293.150	296.859
2020		299.690		298.074		300.032		300.182		301.736		302.948	300.084	299.109	301.059
2021		304.387		309.419		309.497		311.167						306.724	

Table 3.0 – Raw Values

Data extracted on: September 28, 2021 (3:12:26 PM)

CPI for Urban Wage Earners and Clerical Workers (CPI-W)

Series Id: CWURS49BSA0
Not Seasonally Adjusted
Series Title: All items in San Francisco-Oakland-Hayward, CA, urban wage earners and clerical workers, not seasonally adjusted
Area: San Francisco-Oakland-Hayward, CA
Item: All items
Base Period: 1982-84=100

Download:  [xlsx](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual	HALF1	HALF2
2018		275.699		278.039		280.219		281.536		283.183		283.278	279.572	277.035	282.110
2019		284.758		288.266		288.581		288.514		291.707		289.456	288.192	286.615	289.770
2020		292.010		290.304		292.420		293.062		294.442		295.687	292.601	291.297	293.906
2021		297.170		302.294		304.971		307.423						300.275	

Appendix A (Traffic Signals)

Equipment and Labor for Extra Work

Proposed Rates for FY21-23
Straight and Overtime
(+7.42%)

Equipment	Unit	Straight Time	Overtime	
1. Bucket Truck	Hour	<u>\$25.00</u>	<u>\$25.00</u>	<u>NO Change</u>
2. Boom Truck	Hour	<u>\$25.00</u>	<u>\$25.00</u>	<u>NO Change</u>
3. Utility (pickup) Truck	Hour	<u>\$15.00</u>	<u>\$15.00</u>	<u>NO Change</u>
4. Air Compressor	Hour	<u>\$15.00</u>	<u>\$15.00</u>	<u>NO Change</u>
5. Dump Truck	Hour	<u>\$25.00</u>	<u>\$25.00</u>	<u>NO Change</u>
6. Bobcat	Hour	<u>\$30.00</u>	<u>\$30.00</u>	<u>NO Change</u>

Labor for Extra Work:

Classification	Hourly Rate	Hourly Rate (Overtime)
Journeyman Electrician (Foreman)	<u>\$125.00</u>	<u>\$200.00</u>
Journeyman Electrician	<u>\$115.00</u>	<u>\$170.00</u>
Laborer	<u>\$70.00</u>	<u>\$125.00</u>

Proposed Rates for FY 2021-2023
(+7.42%)

	Hourly Rate	Overtime Rate
Journeyman Foreman	<u>\$ 134.28</u>	<u>\$214.84</u>
Journeyman	<u>\$ 123.53</u>	<u>\$182.61</u>
Laborer	<u>\$ 75.19</u>	<u>\$134.28</u>

Appendix B

Traffic Signal Maintenance and Repair - Unit Cost

Proposed Rates FY 21-23

(+7.42%)

\$91.31	1	Preventive and Routine Maintenance for 25 Traffic Signals *	Each	\$ 85.00
\$96.38	2	Furnish and replace 12" Green, Yellow or Red LED during maintenance visit.	Each	\$ 90.00
\$107.42	3	Furnish and replace 2-inch pedestrian pushbutton during routine maintenance visit. (Non-Bulldog style)	Each	\$ 100.00
\$171.87	4	Furnish and replace Countdown Pedestrian Signal module during routine maintenance visit.	Hour	\$ 160.00
\$9,936.35	5	Furnish and install Audible Pedestrian System (iNavigator, 3wire) with custom voice message and braille sign. *8 buttons	LS	\$9,250.00
\$64.45	6	Furnish and install No 5 pull-box lid during routine maintenance visit.	Hour	\$ 60.00
\$107.42	7	Furnish and install cabinet fan during routine maintenance visit.	Hour	\$ 100.00
\$590.81	8	Install 6'x6' detector loop (Type A)	Each	\$ 550.00
\$751.94	9	Install 6'x6' detector loop (Type D)	Each	\$ 700.00
\$3,007.76	10	Install 3 ea. Type A and 1 ea. Type D in same lane.	Each	\$ 2,800.00
\$1,181.32	11	Furnish and install 1B pole (2006 Caltrans spec with flange)	Each	\$ 1,100.00
\$53.71	12	Re-splice detector loop during routine maintenance visit.	Each	\$ 50.00
\$3,007.76	13	Furnish and install 1B pole with foundation in sidewalk 2006 spec	Each	\$2,800.00
\$53.71	14	Realign traffic signal head during routine maintenance visit.	Each	\$ 50.00
\$1,933.56	15	Furnish and Install Pedestrian Push button Post with foundation		
\$966.78	16	And 2" pushbutton	Each	\$ 1,800.00
\$1,503.88	17	Furnish and Install TV-1-T framework and 12" LED indications	Each	\$ 900.00
\$2,792.92	18	Furnish and Install TV*1-T framework and 12" LED indications * (2)	Each	\$ 1,400.00
\$1,020.69	19	Furnish and Install TV-3-T framework and 12" LED indications	Each	\$ 2,600.00
\$1,503.88	20	Furnish and Install SV-1-T framework and 12" LED indications	Each	\$ 900.00
\$2,792.92	21	Furnish and Install SV-2-T framework and 12" LED indications	Each	\$ 1,400.00
\$1,020.49	22	Furnish and Install SV-3-T framework and 12" LED indications	Each	\$ 2,600.00
\$644.52	23	Furnish and Install LT-2-T framework and 12" LED indications	Each	\$ 950.00
\$966.78	24	Furnish and install SP-1-T framework and 12" LED indications	Each	\$ 600.00
\$2,470.66	25	Furnish and Install SP-2-T framework and 12" LED indications	Each	\$ 900.00
\$1,396.46	26	Install Traffic Signal Cabinet on existing foundation	Each	\$ 2,300.00
\$107.42	27	Test Traffic Signal Cabinet	LS	\$ 1,300.00
NO Change	28	Test Conflict Monitor Unit	LS	\$ 100.00
	29	Percent Markup on Materials	Percent	% 15.0
\$5,156.16	30	Furnish and install typical Type 15TS street light with LED light fixture	Each	\$ 4,800.00
\$4,028.25	31	Install new Type 15 Foundation with 1" anchor bolts	Each	\$ 3,750.00
\$859.36	32	Install new N30 pull box with conduit sweeps and concrete flag replacement in kind with existing.	Each	\$ 800.00
\$483.39	33	Provide and install power generator for temporary use	LS	\$ 450.00
\$53.71	Add	Provide quarterly maintenance of speed feedback signs	Each	\$50.00
	NOTES:			

* - includes annual CMU/MMU test

Exhibit "D"

COST TO RESPOND AND REPAIR STREETLIGHT OUTAGES

Streetlight Repair (Time and Material)		Proposed Rates for FY 21-23 (+7.42%)
Description of Work	Unit Price	
Replace Lamp	\$ 70.00	\$75.19
Replace Fuse	\$ 60.00	\$64.45
Replace Photocell	\$ 50.00	\$53.71
Replace Missing Handhole	\$ 120.00	\$128.90
Resplice Electrical Wiring	\$ 50.00	\$53.71
Replace Cobra Head with PEC	\$ 250.00	\$268.55

Equipment Rates For Extra Work					Proposed Rates for FY 21-23 Straight and Overtime (+7.42%)
Equipment	Unit	Straight Time	Over Time		
Bucket Truck	HR	\$ 25.00	\$ 25.00		
Boom Truck	HR	\$ 25.00	\$ 25.00		
Utility Truck (pickup)	HR	\$ 15.00	\$ 15.00		
Air Compressor	HR	\$ 15.00	\$ 15.00		No change
Dump Truck	HR	\$ 25.00	\$ 25.00		
Bobcat	HR	\$ 30.00	\$ 30.00		

Labor for Extra Work			
Classification	Hourly Rate	Overtime Rate	
Journeyman Foreman	\$ 125.00	\$ 200.00	
Journeyman	\$ 105.00	\$ 160.00	
Laborer	\$ 70.00	\$ 125.00	

Proposed Rates for FY 2021-2023 (+7.42%)	Hourly Rate	Overtime Rate
Journeyman Foreman	\$ 134.28	\$214.84
Journeyman	\$ 112.79	\$171.87
Laborer	\$ 75.19	\$134.28