

City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL DATE: SEPTEMBER 6, 2016

FROM: PUBLIC WORKS DEPARTMENT WARDS: ALL

SUBJECT: FIRST AMENDMENT TO MAINTENANCE AGREEMENT FOR PESTICIDE

APPLICATION FOR MANHOLES WITH GOLDEN BELL PRODUCTS, INC., EXTENDING TERM THROUGH JUNE 30, 2017, AMEND SCOPE TO INCREASE NUMBER OF MANHOLES TREATED, AND INCREASE COMPENSATION BY

\$48,750 FOR A TOTAL CONTRACT AMOUNT OF \$92,625

ISSUES:

Approve the First Amendment to Maintenance Agreement for Pesticide Application for Manholes with Golden Bell Products, Inc. of Anaheim, California, in the amount of \$48,750 for FY 2016/17 for a total contract amount of \$92,625 and extend the term to June 30, 2017.

RECOMMENDATIONS:

That the City Council:

- Approve the First Amendment to Maintenance Agreement for Pesticide Application for Manholes with Golden Bell Products, Inc., with a term extension through June 30, 2017, in an amount not to exceed \$92,625; and
- Authorize the City Manager, or his designee, to execute the First Amendment to Maintenance Agreement for the Pesticide Application for Manholes with Golden Bell Products, Inc., including making minor and non-substantive changes.

BACKGROUND:

The Public Works Department Wastewater Division is responsible for maintaining approximately 2,500 manholes in the City. The manholes are painted annually with a latex based insecticide coating. The coating is guaranteed to control cockroaches for two years and is compatible with wastewater collection systems. Reducing and managing cockroaches within the wastewater collection system helps prevent infestation of public and private properties.

DISCUSSION:

On July 29, 2015, Bid No. 7339 - Pesticide Application for Manhole services for fiscal year 2015/16 was issued. Golden Bell Products was the only responsive bidder and received a Maintenance Agreement for FY 15/16 Pesticide Application for Manholes for 2,250 manholes to

be treated in six months in an amount of \$19.50 each, or a total of \$43,875.

At the request of the Public Works Department Wastewater Division, Golden Bell Products has agreed to maintain bid pricing of \$19.50 per manhole through FY 2016/17 and increase the number of manholes treated from 2,250 to 2,500. Due to the increased number of manholes, estimated costs to extend services through FY 2016/17 are \$48,750.

The First Amendment to the Maintenance Agreement for Pesticide Application for Manholes, extends the contract to June 30, 2017, and increases the number of manholes to 2,500 at an estimated cost of \$48,750.

The Purchasing Services Manager concurs with the recommendations above.

FISCAL IMPACT:

The total fiscal impact is \$92,625 which includes expenditures of \$43,875 in FY 2015/16 under the initial agreement and the proposed FY 2016/17 costs of \$48,750. Funds are available in Public Works Department, Sewer Division, Collections professional services account number 4125100 – 421000.

Prepared by: Kris Martinez, Public Works Director

Certified as to

availability of funds: Scott G. Miller PhD, Chief Financial Officer/Treasurer

Approved by: Al Zelinka, FAICP, Assistant City Manager

Approved as to form: Gary G. Geuss, City Attorney

Attachment: First Amendment to Maintenance Agreement for Pesticide Application

for Manholes