

DISCUSSION CALENDAR

- 11 EXCEPT THE MAGNOLIA AVENUE FIBER OPTIC CABLE NETWORK PROJECT FROM THE FORMAL PROCUREMENT REQUIREMENTS OF CITY CHARTER SECTION 1109 AND DIRECTLY AWARD A CONSTRUCTION CONTRACT TO ASPLUNDH CONSTRUCTION CORPORATION, IN THE AMOUNT OF \$1,708,489, AUTHORIZE A CHANGE ORDER AUTHORITY IN THE AMOUNT OF 15% OR \$256,000, AND APPROVE WORK ORDER NO. 1719921 IN THE AMOUNT OF \$2,189,489

Assistant General Manager/Energy Delivery George Hanson gave an overview presentation regarding this project. He stated that on December 20, 2016, City Council awarded a Public Works construction contract for Bid No. 7415 – Magnolia Avenue and Market Street Fiber-Optic Signal Interconnect to Asplundh Construction Corporation, Anaheim, California, in the amount of \$2,444,538.

To take advantage of this construction and to expand RPU's fiber network, RPU is coordinating with Public Works to install a separate fiber optic cable network in the same trench, also along Magnolia Avenue between Van Buren Boulevard and 1st Street. RPU will benefit from significant cost savings by coordinating with Public Works in the following areas: engineering and design, construction and installation, street restoration, traffic management, construction inspection, and project administration and management.

Following discussion, the Board of Public Utilities:

1. Recommended that City Council:
 - a. By at least five affirmative votes, except the Magnolia Avenue Fiber Optic Cable Network Project (Project) from the formal procurement requirements required by City Charter section 1109 and directly award a construction contract to Asplundh Construction Corporation in the amount of \$1,708,489;
 - b. Authorize change order authority for additional work in an amount not to exceed 15% of the contract amount, which is \$256,000; and
2. Approved Work Order No. 1719921 in the amount of \$2,189,489 for the Magnolia Avenue Fiber Optic Cable Network Project.

Motion – Sanchez-Monville. Second – Walcker.

Ayes: Austin, Crohn, Foust, Ocegüera, Russo-Pereyra, Sanchez-Monville, and Walcker.

Absent: Jennifer O'Farrell.