



COUNCIL AGENDA: 12-14-04

ITEM: 2.11

Memorandum

TO: HONORABLE MAYOR AND
CITY COUNCIL

FROM: Carl W. Mosher

SUBJECT: SEE BELOW

DATE: 11-22-04

Approved

Date: 11.30.04

**SUBJECT: CONTINUATION AGREEMENT FOR CONSULTANT SERVICES
BETWEEN THE CITY OF SAN JOSE AND RAINES, MELTON &
CARELLA, INC.**

RECOMMENDATION

Adoption of a resolution authorizing the City Manager to execute the continuation agreement for consultant services between the City of San Jose and Raines, Melton & Carella, Inc. (RMC), subject to the concurrence of the Treatment Plant Advisory Committee (TPAC), to extend the term of the agreement for two years from December 31, 2004 to December 31, 2006 and allow increase in the consultant's hourly rates, at no additional cost to the City.

BACKGROUND

On June 24, 2003, the City entered into an agreement with RMC to provide consulting services for South Bay Water Recycling Program (SBWR) in the areas of regulatory support, community outreach, security improvements, State and Federal funding application assistance, SBWR system operational support, and engineering design and construction management of system reliability improvement projects. The term of the agreement expires on December 31, 2004,

ANALYSIS

The design of the system reliability improvement project has proven to be more complex than originally anticipated during the project formulation stage. This is primarily due to changed field conditions that resulted in delays in design completion. Currently the designs are approximately 80% complete. The agreement will need to be extended by two years from December 31, 2004 to December 31, 2006, to allow sufficient time to complete the design, bid, award, and construct the facilities in accordance with the scope of services. Additionally, while extending the term of the agreement will add to the cost of the system reliability improvement task, several of the other

tasks contained in the agreement were completed earlier and at lower cost than originally anticipated. Therefore, this continuation agreement will result in no additional cost to the City.

PUBLIC OUTREACH

Public Outreach will not be necessary for this recommendation.

COORDINATION

This memo has been coordinated with the offices of the City Attorney and Risk Management, and is scheduled to be heard at the January 13, 2005, Treatment Plant Advisory Committee meeting.

COST IMPLICATION

This continuation agreement does not increase the total cost of the agreement.

1. Cost of Agreement Amount \$ 1,136,000

2. Source of Funding 512- San Jose-Santa Clara Treatment Plant Capital Fund

3. Fiscal Impact: In accordance with the Mayor's prescribed budget strategy, the tasks under this agreement will focus on the protection of a vital core service, emphasizing expenditures that improve reliability of the SBWR system.

BUDGET REFERENCE

Fund #	Appn #	Appn. Name	RC #	Total Appn.	Amt. for Contract	2004-2005 Proposed Capital Budget Page	Last Budget Action (Date, Ord. No.)
512	6589	Revised SBAP -SBWR Extension	062873	30,321,000	\$1,136,000	V-260	10/12/04 Order No. 27267

HONORALBE MAYOR AND CITY COUNCIL

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CEQA

Not a project.

A handwritten signature in black ink, appearing to read "Francis B. Mosher", is written over the printed name "CARL W. MOSHER".

CARL W. MOSHER

Director, Environmental Services Department