



**Subject:** Exercise Option to Renew  
Open Purchase Order 45835  
with Valley Crest Landscape

**Council Agenda:** 6/21/11  
**Item:** 2.20

**City Council Action Request**

<b>Department:</b> Transportation	<b>CEQA:</b> Not a Project, File No. PP10-066(a) Agreements and Contracts	<b>Coordination:</b> DOT, City Attorney's Office, City Manager's Budget Office	<b>CMO Approval:</b> 
			<b>Dept. Approval:</b> /s/ Scott Johnson

**RECOMMENDED ACTION:**

Adopt a resolution authorizing the Director of Finance to:

1. Exercise the second of four one-year options to renew and establish an Open Purchase Order with Valley Crest Landscape (San Jose, CA) for the period July 1, 2011 through June 30, 2012, with total compensation not to exceed \$700,000, for landscape services, including all labor, materials and equipment, for Special Assessment District #15 (Silver Creek Valley) managed by the Department of Transportation.
2. Exercise the remaining options to renew the purchase order, not to exceed \$725,000 per year, subject to the appropriation of funds.

Desired Outcome: To provide ongoing landscape management and maintenance for Special Assessment District #15.

**BASIS FOR RECOMMENDATION:**

This recommendation is the result of a competitive Request for Proposal (RFP) issued in 2009. Five proposals were received and evaluated. The contract was awarded to Valley Crest Landscape as the highest ranked proposer.

The first annual option to renew the purchase order was approved by Council on June 22, 2010 (item 2.14).

Office of Equality Assurance: Living Wage or Prevailing Wage, whichever is higher, is applicable to work under this purchase order.

This Council item is consistent with Council approved Budget Strategy General Principle #2: "We must focus on protecting our vital core City services."

**COST AND FUNDING SOURCE:**

The total cost for this agreement will be \$700,000 and will be funded by MAD 15 Fund 368

Fund #	Appn #	Appn. Name	Total Appn.	Amt. for Recommendation	2011-2012 Proposed Operating Budget (Pg)*	Last Budget Action (Date, Ord. No)
368	0512	MAD 15	\$1,036,076	\$700,000	XI-61	N/A

\* The 2011-2012 Operating Budget and the implementing appropriation ordinance are anticipated to be approved by the City Council on June 21, 2011.

**FOR QUESTIONS CONTACT:** Mark Giovannetti, Purchasing Division Manager at 408-535-7052