



Subject: Encumber Additional Funds to Open Purchase Orders 45421, 45427 and 45425 with Wilson Concrete, Duran Hogan Construction and CB Construction

Council Agenda:
8/30/11
Item: 2.11

City Council Action Request

Department: Transportation	CEQA: PP10-066(c) Not a Project	Coordination: City Attorney's Office, Department of Transportation, City Manager's Budget Office	CMO Approval: 
			Dept. Approval: /s/ Scott Johnson

RECOMMENDED ACTION:

Authorize the Director of Finance to:

- (a) Execute amendments to the existing Open Purchase Orders 45421, 45427 and 45425 with Wilson Concrete (San Jose, CA), Duran Hogan Construction (San Jose, CA) and CB Construction (San Jose, CA), respectively, to encumber an additional \$100,000 each, for a total amount not to exceed \$345,000 for each purchase order for sidewalk repair; and
- (b) Shift funding between the three Purchase Orders with total compensation between all three Purchase Orders not to exceed \$1,035,000.

These purchase orders are required for the removal, disposal, and replacement of concrete within the public right of way for the one-year term ending on October 31, 2011. Allowing funding to be shifted among the three purchase orders will give staff greater flexibility in the event that one of the vendors does not have the capacity to perform the required service or if one vendor quotes more favorable pricing for a given project.

BASIS FOR RECOMMENDATION:

Desired Outcome: To maintain the City's sidewalks and walk-ways for public safety.

This requirement was competitively solicited and awarded in November 2007 to the three suppliers that submitted the most favorable pricing, Wilson Concrete, Duran Hogan Construction, and CB Construction, for a one-year term ending October 31, 2008, with three additional one-year options to renew. The purchase orders are currently in their last option year.

Due to the recent merger of the tree and sidewalk sections in the Department of Transportation (DOT), more sidewalk locations are being marked for repair or replacement than in past years. In the past DOT did not inspect sidewalks when performing tree inspections. Under the current program DOT inspectors review sidewalks while performing tree inspections, which have increased the number of sidewalk repairs/replacement projects from the originally estimated 1800 to 2800 for this annual PO term ending October 31, 2011.

This requirement will be competitively solicited in the fall of 2011.

COST AND FUNDING SOURCE:

General Fund, Appropriation 3121 Sidewalk Repairs.
Proposed Operating Budget page IX-22, \$500,000

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