



**Subject: Exercise Option to Renew
Open Purchase Order with Security Alert
Systems**

**Council Agenda: 3/6/12
Item: 2.7**

City Council Action Request

Department: Finance	CEQA: Not a Project, File No. PP10-066(a) Agreements and Contracts	Coordination: DPW; PRNS; CAO; and CMO Budget	CMO Approval: 
			Dept. Approval: Julia H. Cooper /s/

RECOMMENDED ACTION:

Authorize the City Manager to exercise the fourth of four one-year options to renew an Open Purchase Order with Security Alert Systems of California (Gilroy, CA) to provide security and fire alarm monitoring and as-required repairs Citywide, for the period February 1, 2012 through January 31, 2013, with total compensation not to exceed \$475,000.

Desired Outcome: Reliable operation of the security systems which are essential to ensure that the City facilities remain both safe and free from vandalism.

BASIS FOR RECOMMENDATION:

This recommendation is the result of a competitive Request for Bid (RFB) issued in November 2007 and awarded to Security Alert Systems, Inc. as the lowest of four bidders. Although the agreement has a provision that allows the vendor to receive annual cost of living price adjustments, staff has negotiated with the vendor to hold the same fixed rates as the initial term.

This purchase order provides for the essential monitoring of fire and security alarms at over 300 City facilities, to ensure that they are fully and operating properly. The purchase order also provides for as required repair work or alarm re-programming.

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:

Fund #	Appn #	Appn. Name	Total Appn.	Amt. for Recommendation	2011-2012 Adopted Operating Budget (Pg)	Last Budget Action (Date, Ord. No)
001	0572	PW non-personal	\$8,009,644	\$ 225,000	VIII-341	10/18/2011 28979
001	0642	PRNS non-personal	\$10,918,900	\$250,000	VIII-254	10/18/2011 28979

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