

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to proposed First Amendments to seven contracts for on-call emergency repair services and construction of urgent necessity projects at the wastewater treatment plants and other wastewater facilities.

Recommendations for Council action:

1. APPROVE the proposed First Amendments and AUTHORIZE the Board of Public Works to execute the proposed First Amendments, substantially in form to the agreements as included in the September 10, 2013 City Administrative Officer (CAO) report, attached to the Council file, to extend the term by three years from October 7, 2013 through October 7, 2016 for the following seven contracts:
 - a. C-114646 with Colich and Sons, LP
 - b. C-114647 with PPC Construction Company
 - c. C-114648 with Murray Plumbing and Heating Company
 - d. C-114649 with United Riggers and Erectors, Inc.
 - e. C-114650 with Griffth Company
 - f. C-114651 with Clarke Contracting Corporation
 - g. C-114652 with Miron Electric Construction Company
2. INSTRUCT the Bureau of Engineering to complete a Request for Qualification (RFQ) process, and select a pool of qualified contractors, should there be a continued need for on-call emergency repair services and construction of urgent necessity projects at the wastewater treatment plants and other wastewater facilities.

Fiscal Impact Statement: The CAO reports that there is no fiscal impact to the General Fund as the proposed First Amendments will extend the term of the existing contracts to provide sufficient time for the Bureau of Sanitation (BOS) to establish a new on-call list. The contracts make no guarantee of work and all work will be issued on a project by project basis and subject to the availability of special wastewater funds. The recommendations as detailed in the September 10, 2013 CAO report, attached to the Council file, complies with the City's Financial Policies as special wastewater funds will support project expenditures.

Community Impact Statement: None submitted.

TIME LIMIT FILE - NOVEMBER 14, 2013

(LAST DAY FOR COUNCIL ACTION - NOVEMBER 13, 2013)

Summary:

On October 2, 2013, your Committee considered a September 9, 2013 CAO report relative to

proposed First Amendments to seven contracts for on-call emergency repair services and construction of urgent necessity projects at the wastewater treatment plants and other wastewater facilities. Specifically, seven contracts are:

- a. C-114646 with Colich and Sons, LP
- b. C-114647 with PPC Construction Company
- c. C-114648 with Murray Plumbing and Heating Company
- d. C-114649 with United Riggers and Erectors, Inc.
- e. C-114650 with Griffith Company
- f. C-114651 with Clarke Contracting Corporation
- g. C-114652 with Miron Electric Construction Company

According to the CAO, the BOS has proposed the First Amendments to be extended by a term of five-years to October 7, 2018. The contracts make no guarantee of work and compensation for services will be provided on a project by project basis, subject to the availability of special wastewater funds. In accordance with Los Angeles Administrative Code Section 10.5(a), pertaining to construction related contracts, Council approval is required to execute the proposed First Amendments as the term of the contracts will now exceed five years.

The BOS currently administers the on-call list of contractors which has been an effective and fiscally responsible tool in protecting the public by ensuring that reliable and effective wastewater collection and treatment facilities are provided. On September 5, 2007, the Board authorized the Bureau to issue an RFQ to establish an emergency repair on-call list and selected seven contractors out of 13 proposals received. Effective October 7, 2008, the Board executed seven five-year contracts for on-call emergency repair services pursuant to Los Angeles Administrative Code Section 10.5(a) which authorizes the Board to execute construction related contracts that do not exceed five years.

These on-call contracts will expire on October 7, 2013 and the BOS is requesting authority to execute First Amendments to extend the term of these contracts for an additional five years to provide sufficient time to establish a new on-call list. However, the CAO is recommending extending the contract term to three years. This should provide the BOS sufficient time to close-out the current contract work and to issue an RFQ that will establish a new on-call list of contractors. This will allow other firms, which are not in the original contracting pool, to be selected. The BOS reports that three Construction Orders with a total value of \$5,199,745 have been awarded to date. All of the Construction Orders were valued over \$100,000 which required Board approval to award.

After further consideration and having provided an opportunity for public comment, the Committee moved to recommend approval of the recommendations as contained in the CAO report and detailed in the above recommendations. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

| <u>MEMBER</u> | <u>VOTE</u> |
|---------------|-------------|
| FUENTES: | YES |
| BLUMENFIELD: | YES |
| LABONGE: | ABSENT |
| HUIZAR: | ABSENT |
| KORETZ: | YES |

-NOT OFFICIAL UNTIL COUNCIL ACTS-