



STAFF REPORT

REPORT to the MAYOR and MEMBERS of the CITY COUNCIL
From the CITY MANAGER

DATE: June 22, 2021

SUBJECT: Resolution Awarding Third Renewal Option of Annual Contract Including CPI Increase for Street Light Maintenance and Emergency Repairs to Clark Telecom & Electric, Inc.

ISSUING DEPT: Public Works

SUMMARY:

Issues:

Should the City Council adopt the resolution to renew the contract including CPI increase for street light maintenance and emergency repairs with Clark Telecom & Electric, Inc.?

Recommendation:

Adopt the resolution to renew the contract including CPI increase for street light maintenance and emergency repairs with Clark Telecom & Electric, Inc.

Fiscal Impact:

The City of La Mesa's portion of the four-city contractual work is estimated to be \$44,450.00 in FY21-22. Funds will be budget in the Traffic Engineering Budget for FY21-22, Account No. 3106-6431.

City's Strategic Goals:

- Continue to improve high quality municipal services.

BACKGROUND:

The City participated in a four-city consortium with El Cajon, Lemon Grove and Santee to advertise the need for street light maintenance and emergency repair services. The City of El Cajon, the lead agency, advertised for these services on March 22, 2018 and received five bids on the opening date of April 24, 2018. Clark Telecom & Electric, Inc. (Clark) was found to be the lowest responsive and responsible bidder.

On June 26, 2018, the City Council awarded a maintenance contract to Clark for FY19-20. Included in the award was an option to renew the contract up to four, one-year terms with satisfactory performance as determined by the City Engineer. In addition, the contract allows for an annual unit price increase based on the Consumer Price Index (CPI).

DISCUSSION:

The Agreement has an option to renew the contract award to Clark. The option requires satisfactory performance as determined by the City Engineer. Clark has completed the third year of the street light repair contract to the satisfaction of the City Engineer. The City and Clark would like to extend the contract by exercising the third renewal option and have agreed to a 1.7% CPI increase to the unit costs.

CONCLUSION:

Staff recommends that the City Council adopt the attached resolution to renew the third contract option for FY21-22 for street light maintenance and emergency repair service contract to Clark including a 1.7% CPI increase in unit costs, for a not to exceed amount of \$44,450.00

Reviewed by:



Greg Humora
City Manager

Respectfully submitted by:



Leon Firsh
Director of Public Works/City Engineer



Cesar J. Romero
Assistant Director of Public Works

Attachment: A. Resolution
Exhibit: 1. Amendment

RESOLUTION NO. 2021-

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LA MESA
AWARDING THIRD RENEWAL AGREEMENT OPTION OF ANNUAL
CONTRACT INCLUDING CPI INCREASE FOR STREET LIGHT
MAINTENANCE AND EMERGENCY REPAIRS TO CLARK TELECOM &
ELECTRIC, INC.

WHEREAS, one of the City's strategic goal is to continue to provide high quality municipal services;

WHEREAS, there is a need to maintain, repair, or replace street light components within the City of La Mesa;

WHEREAS, the City participated in a four-city consortium with El Cajon, Lemon Grove and Santee to advertise the need for street light maintenance services. Advertisements for street light maintenance and emergency repair services were advertised by the City of El Cajon, the lead agency, on March 22, 2018;

WHEREAS, the City of El Cajon received five bids on the bid opening date of April 24, 2018, and Clark Telecom & Electric, Inc. was found to be the lowest responsive and responsible bidder;

WHEREAS, the City awarded a maintenance contract to Clark Telecom & Electric, Inc. on June 26, 2018;

WHEREAS, this maintenance contract is for one year with the possibility of four, one-year extensions based upon satisfactory performance of work as determined the City Engineer;

WHEREAS, Clark Telecom & Electric, Inc. has completed the third year of the street light maintenance and emergency repairs to the satisfaction of the City Engineer; and

WHEREAS, the City and Clark Telecom & Electric, Inc. would like to extend the contract by exercising the third renewal option and have agreed upon a 1.7% CPI increase in unit costs.

NOW, THEREFORE, BE IT AND IT IS HEREBY RESOLVED by the City Council of the City of La Mesa, California, approves an extension for a one year period to Clark Telecom & Electric, Inc. for Annual Street Light Maintenance and Emergency Repairs with total costs not to exceed \$44,450.00 in FY21-22, including a 1.7% CPI increase in unit costs and authorize the Mayor to execute said extension. The contract, including said extension is on file in the office of the City Clerk.

PASSED AND ADOPTED at a Regular meeting of the City Council of the City of La Mesa, California, held the 22nd day of June 2021, by the following vote, to wit:

AYES:

NOES:

ABSENT:

CERTIFICATE OF CITY CLERK

I, MEGAN WIEGELMAN, City Clerk of the City of La Mesa, California, do hereby certify the foregoing to be a true and exact copy of Resolution No. 2021-___, duly passed and adopted by the City Council of said City on the date and by the vote therein recited.

MEGAN WIEGELMAN, CMC, City Clerk

(SEAL OF CITY)

EXHIBIT 1

THIRD AMENDMENT TO AGREEMENT BETWEEN CITY OF LA MESA AND
CLARK TELECOM & ELECTRIC, INC. FOR STREET LIGHT MAINTENANCE
AND EMERGENCY REPAIR

THIS AMENDMENT TO AGREEMENT executed on _____, by and between the City of La Mesa, a municipal corporation, hereinafter referred to as "City," and Clark Telecom & Electric, Inc., hereinafter referred to as "Contractor."

1. RECITALS:

1.1.1 The City and Contractor have entered into an Agreement for street light maintenance and emergency repair in the City (the "Agreement"). Said Agreement was executed pursuant to the City Council's acceptance of Contractor's low bid on June 26, 2018. The Agreement allows for (4), one (1) year extension with adjustment in the contract unit prices.

1.1.2 The City and Contractor desire to extend the term of the Agreement for one additional year from July 1, 2021 through June 30, 2022, including a 1.7% CPI increase from last year's unit costs under the contract.

NOW, THEREFORE, IT IS AGREED by and between the parties that the Agreement shall be amended as follows:

2. TERMS:

2.1 Section 1 of the Agreement entitled "ENGAGEMENT OF CONTRACTOR" shall be amended as follows:

"The City hereby agrees to engage Contractor and Contractor hereby agrees to perform the services set forth in this Agreement. Contractor is hereby engaged for the time period starting July 1, 2021, through June 30, 2022. The City and Contractor agree to a 1.7% CPI increase from last year's unit costs. By mutual agreement of the parties with a thirty (30) day notice the Agreement may be renewed for an additional (1) year term."

2.2 Section 8 of the Agreement entitled "COMPENSATION TO CONTRACTOR" shall be amended to read as follows:

"The total fee for professional services shall be billed on a time-and-material basis with a total amount not to exceed Forty Four Thousand, Four Hundred Fifty Dollars (\$44,450.00).

All other terms, condition and obligation contained in the Agreement other those specified in this Second Amendment Agreement shall remain the in full force and effect.

IN WITNESS WHEREOF, the parties hereto have executed this Amendment to Agreement as of the date first above written.

CONTRACTOR
Clark Telecom & Electric, Inc.

CITY OF LA MESA
A municipal Corporation

By: _____
William Clark, President

By: _____
Mark Arapostathis, Mayor

ATTEST: _____
Megan Wiegelman, City Clerk

APPROVED AS TO FORM:

Glenn Sabine, City Attorney

CERTIFICATE OF CITY/DIRECTOR OF FINANCE

Certification of Unappropriated Reserves

I HEREBY CERTIFY that the money required for the appropriation of funds for the purpose as docketed is available in the Treasury, or is anticipated to come into the Treasury, and is otherwise unappropriated.

Amount \$ _____ Fund _____

Purpose _____

Director of Finance
City of La Mesa

Date _____ By _____

Unappropriated Reserves Available Balance \$ _____

Certification of Unencumbered Balance

I HEREBY CERTIFY that the indebtedness and obligation as docketed can be incurred; that sufficient monies to meet the obligations are actually in the Treasury, or are anticipated to come into the Treasury to the credit of the appropriation from which the same are to be drawn; and that said monies now actually in the treasury, together with the monies anticipated to come into the Treasury, to the credit of said appropriation are otherwise unencumbered.

Amount Not to Exceed \$44,450.00



Director of Finance
City of La Mesa

Date: 6/15/2021 By: Leon Firsh

Fund: Dept./Activity:
101 3106-6431 \$44,450.00 from account 3106-6431 (amount available \$160,760.00)

Purpose: Resolution of the City Council of the City of La Mesa Awarding Third Renewal Agreement Option of Annual Contract and CPI Increase for Street Light Maintenance and Emergency Repairs to Clark Telecom & Electric, Inc. Please Note, Funds Will be From FY 21/22 as Indicated in Approved Preliminary Budget.

CERTIFICATE NO. 1753