



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 Sweeping with Cannon Pacific Services, Inc. DBA Pacific Sweeping

ISSUING DEPT: Public Works

SUMMARY:

Issues:

Should the City Council adopt the resolution to renew the contract including CPI increase for Street Sweeping with Cannon Pacific Services, Inc. DBA Pacific Sweeping?

Recommendation:

Adopt the resolution to renew the contract including CPI increase for Street Sweeping with Cannon Pacific Services, Inc. DBA Pacific Sweeping.

Fiscal Impact:

The City of La Mesa's portion of the two-city cooperative contractual work is estimated to be \$174,250 in FY21-22. Funds are to be budgeted in Account No. 3103-6430.

City's Strategic Goals:

- Continue to improve high quality municipal services.

BACKGROUND:

The City participated in a cooperative bid with the City of El Cajon to advertise the need for street sweeping services. Advertisements for street sweeping services were advertised by the City of El Cajon, the lead agency on April 19, 2018. The City of El Cajon received two bids on the bid opening date of May 14, 2018 and Cannon Pacific Services, Inc. DBA Pacific Sweeping (Pacific Sweeping) was found to be the lowest responsive and responsible bidder.

On June 12, 2018, the City Council awarded a maintenance contract to Pacific Sweeping for FY19-20. The award included the 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 Pacific Sweeping. The option requires satisfactory performance as determined by the City Engineer. Pacific Sweeping has completed the third year of the street sweeping service contract to the satisfaction of the City Engineer.

The City and Pacific Sweeping 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 award the third contract option for FY21-22 for street sweeping service contract with Pacific Sweeping, including a 1.7% CPI increase in unit costs, for a not to exceed amount of \$174,250.00

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 SWEEPING  
SERVICES WITH CANNON PACIFIC SERVICES, INC., DBA PACIFIC  
SWEEPING

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

WHEREAS, there is a need to maintain the cleanliness of the streets within the City;

WHEREAS, the City participated in a cooperative bid with the City of El Cajon to advertise the need for street sweeping services. Advertisements for street sweeping services were advertised by the City of El Cajon, the lead agency, on April 19, 2018;

WHEREAS, the City of El Cajon received two bids on the bid opening date of May 14, 2018, and Cannon Pacific Services, Inc., DBA Pacific Sweeping was found to be the lowest responsive and responsible bidder;

WHEREAS, the City awarded a maintenance contract to Cannon Pacific Services, Inc., DBA Pacific Sweeping for FY19-20 on June 12, 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, Cannon Pacific Services, Inc., DBA Pacific Sweeping has completed the third year of street sweeping to the satisfaction of the City Engineer; and

WHEREAS, the City and Cannon Pacific Services, Inc., DBA Pacific Sweeping 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 and extension for a one (1) year period to Cannon Pacific Services, Inc., DBA Pacific Sweeping for annual street sweeping services with total cost not to exceed \$174,250.00 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:

ATTACHMENT A

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  
CANNON PACIFIC SERVICES, INC. DBA PACIFIC SWEEPING FOR STREET  
SWEEPING SERVICES

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THIS AMENDMENT TO AGREEMENT executed on \_\_\_\_\_, by and between the City of La Mesa, a municipal corporation, hereinafter referred to as "City," and Cannon Pacific Services, Inc. DBA Pacific Sweeping, hereinafter referred to as "Contractor."

1. RECITALS:

1.1.1 The City and Contractor have entered into an Agreement for street sweeping services in the City (the "Agreement"). Said Agreement was executed pursuant to the City Council's acceptance of Contractor's low bid on June 12, 2018. The Agreement allows for four, one 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 One-Hundred, Seventy Four Thousand, Two Hundred Fifty Dollars (\$174,250.00).

All other terms, condition and obligation contained in the Agreement other those specified in this Third 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  
Cannon Pacific Services, Inc. DBA  
Pacific Sweeping

CITY OF LA MESA  
A Municipal Corporation

By: \_\_\_\_\_  
Lee Miller, 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      \$174,250.00

  
\_\_\_\_\_  
Director of Finance  
City of La Mesa

Date:      6/15/2021                      By:      Leon Firsh

Fund:      Dept./Activity:  
101      3103-6430                      \$174,250.00 from account 3103-6430 (amount available \$183,220.00)

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 Sweeping Services With Cannon Pacific Services, Inc., DBA Pacific Sweeping. Please note, Funds Will be From FY 21/22 as Indicated in Approved Preliminary Budget.

CERTIFICATE NO.      1750