

COUNCIL AGENDA: 11/28/23 FILE: 23-1619 ITEM: 2.16

CAPITAL OF SILICON VALLEY							
	CITY COUNCIL	ACTION REQUEST					
Department(s):	CEQA:	Coordination:	Dept. Approval:				
Finance	Exempt, File No. PP17-050,	City Attorney's Office; City	/s/				
	CEQA Guidelines Section	Manager's Budget Office; and	Rick Bruneau				
Council District(s): Citywide	15301, Existing Facilities; Section 15302 Replace or Reconstruction.	Environmental Services Department	CMO Approval: 11/16/23				
SUBJECT: ACTION	S RELATED TO THE PURC	CHASE ORDER WITH TELST	<b>CAR INSTRUMENTS</b>				
FOR THE MAINTENANCE, REPAIR, AND PROGRAMMING OF LOGIC							
CONTROLLERS							
RECOMMENDATIC	DN:						

Adopt a resolution authorizing the City Manager or her designee to:

(a) Amend purchase order OP 63280 with Telstar Instruments (Concord, CA) for as-required maintenance, repair, and programming of logic controllers to increase the total compensation by \$250,000 for a maximum compensation not to exceed \$450,000 for the period ending on or about March 31, 2024; and
(b) Exercise up to three one-year options to extend the term of the purchase order, with the last option ending on or about March 31, 2027, subject to the appropriation of funds.

**Desired Outcome:** Authorizing the City Manager or her designee to take this action provides the City with maintenance, repair, and programming services for logic controllers used by the Water Resources Division. **BASIS FOR RECOMMENDATION:** 

The Environmental Services Department, Water Resources Division is responsible for instrumentation, control equipment, and a Supervisory Control and Data Acquisition system used in the management of City water resources. Recent Municipal Water System construction projects triggered a temporary relocation of staff and the Supervisory Control and Data Acquisition communications tower, resulting in the need for additional maintenance, repair, and programming services. These services are an addition to the ongoing requirements for maintenance, repair, and programming services of logic controllers which are necessary to ensure Municipal Water Systems are online and operational.

In February 2022, a competitive Request for Bids was released by the Finance Department to procure these services. The Request for Bids provisioned for a one-year initial term and an additional four one-year options for the City to extend the term. One responsive bid was submitted, and no protests were received. The sole bidder did not qualify for the City's local or small business preference. Staff awarded to Telstar Instruments as the sole responsive and responsible bidder pursuant to the bidding procedures of the San José Municipal Code, Section 4.12.310.B(1). Approval of this recommendation will ensure the City continues to receive these essential services with minimal impact to operations.

Commission Recommendation/Input: There is no commission recommendation or input associated with this action.

(	COST AND FUNDING SOURCE:							
	Fund	Appn.			Amt. for	2023-2024 Adopted Operating	Last Budget Action	
	#	#	Appn. Name	Total Appn.	Recommendation	Budget Page	(Date, Ord. No)	
	515	0762	Non- Personal/Equipment	\$45,566,632	\$250,000	1067	06/20/2023, 30933	

**FOR QUESTIONS CONTACT:** Albie Udom, Deputy Director of Finance- Purchasing & Risk Management, at <u>Albie.Udom@sanjoseca.gov</u>.