




CITY COUNCIL ACTION REQUEST

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| Department(s): Finance | CEQA: Categorically Exempt, CEQA Guidelines 15301, Existing Facilities, File No. ER19-083 | Coordination: Departments of Public Works, Airport, City Attorney’s Office, City Manager’s Budget Office | Dept. Approval: /s/ Julia H. Cooper |
| Council District(s): Citywide | | | CMO Approval:  11/22/21 |

SUBJECT: AMEND PURCHASE ORDERS FOR MOLD AND FUNGI ABATEMENT AND DISPOSAL SERVICES

RECOMMENDATION:

Authorize the City Manager to amend purchase orders OP 57966 and OP 57714 with SC Anderson Group International (Bakersfield, CA) for the purchase of mold and fungi abatement and disposal services, to extend the term of the purchase orders from December 31, 2021 through June 30, 2022 and to increase compensation by a cumulative amount of \$301,000, for a revised maximum compensation not-to-exceed \$780,000.

Desired Outcome: To ensure that City facilities are safe and free from mold and fungi contamination.

BASIS FOR RECOMMENDATION:

The Airport Department is responsible for overseeing maintenance, repair, and operations at the Airport, and the Department of Public Works (PW) is responsible for the proper maintenance and repair of an additional 400 facilities and structures within the City. Both departments utilize third-party professional services to ensure City facilities are maintained properly and kept free from harmful contaminants such as mold and fungi, to comply with the Occupational Safety and Health Administration (OSHA) and California Occupational Safety and Health Administration (Cal/OSHA) requirements. Both OSHA and Cal/OSHA set and regulate requirements for safe work environments and indoor air quality. Required services include engineering controls to contain contaminants and prevent them from escaping, the removal of all building materials where microbial growth is observed, vacuuming using a high-efficiency particulate air filter, air filtration and air clearance testing, and the disposal of impacted materials.

As a result of a competitive solicitation, the initial award for these services was made to SC Anderson Group on July 1, 2015 with its last option expiring April 30, 2020. The last options were subsequently extended through December 31, 2021 due to the need to prioritize procurements supporting the COVID-19 emergency. SC Anderson compensation rates have remained constant since 2015. Staff is currently preparing a new competitive Request for Bid (RFB) to re-solicit these services. Approval of the recommendation will allow staff to extend the current purchase orders through June 30, 2022 to ensure the City continues to receive these critical abatement services until the new bid is completed and awarded.

Climate Smart San José: The recommendation in this memo has no effect on Climate Smart San José energy, water, or mobility goals.

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

Office of Equality Assurance: The City of San José Prevailing Wage is applicable under this purchase order.

This Council item is consistent with the City’s 2021-2022 Adopted Operating Budget City Areas Delivery Framework: “To effectively develop, manage, and safeguard the City’s fiscal, physical, technological, and human resources to enable and enhance the delivery of City services and projects.”

COST AND FUNDING SOURCE:

| Fund # | Appn. # | Appn. Name | Total Appn. | Amt. for Recommendation | 2021-2022 Adopted Capital Budget Page | Last Budget Action (Date, Ord. No) |
|--------|---------|--------------------------------|-------------|-------------------------|---------------------------------------|------------------------------------|
| 527 | 4035 | Terminal Building Modification | \$1,417,000 | \$251,000 | 801 | 10/19/2021 Ord. No 30682 |

Purchase orders OP 57966 and OP 57714 are managed by the Airport and Public Works, respectively.

For the Airport: Project scope and cost will vary. The funding source is provided above. The Airport will be responsible for paying contractors directly for all work performed under purchase order OP 57966.

For Public Works: Project scope, cost, and funding source(s) will vary. Public Works will be responsible for paying contractors and charging Department(s) directly for all work performed under purchase order OP 57714. The requested increase amount for OP 57714 is \$50,000.

FOR QUESTIONS CONTACT: Jennifer Cheng, Deputy Director of Finance at Jennifer.Cheng@sanjoseca.gov.