

COUNCIL AGENDA: 12/18/18

FILE: 18-1687 ITEM: 2.12

CITY COUNCIL ACTION REQUEST Department(s): CEOA: Dept. Approval: Coordination: Finance Not a Project, File No. PP17-/s/ Julia H. Cooper Environmental Services 003, Agreements/Contracts Department, City Attorney's (New or Amended) resulting Office, City Manager's Council District(s): CMO Approval: in no physical changes to the **Budget Office** Citywide environment

SUBJECT: CATHODIC PROTECTION SYSTEMS SERVICES

RECOMMENDATION:

Adopt a resolution authorizing the City Manager to:

- 1. Execute a Purchase Order with Corrpro Companies, Inc. (Castro Valley, CA) for cathodic protection systems services for the Environmental Services Department for an initial twelve-month period, starting on or about December 19, 2018 and ending on or about December 18, 2019, for an amount not to exceed \$215,000; and
- 2. Exercise up to four one-year options to extend the term of the Purchase Order with the last option year ending on or about December 18, 2023, subject to the appropriation of funds.

Desired Outcome: Ensure cathodic protection systems are in place to protect valuable infrastructure from corrosion.

BASIS FOR RECOMMENDATION:

The Environmental Services Department requires cathodic protection system services that includes inspection, testing, maintenance, and repair services. Corrosion is a leading cause of premature failure in metallic structures. Cathodic protection controls and mitigates the corrosion of metal surfaces by using "sacrificial metals" known as anodes that corrode in lieu of the protected metal, thereby extending the service life of City equipment and facilities. Cathodic protection system services will be used on Municipal Water steel reservoir tank systems located at Muni Water, distribution pipelines located at the Regional Wastewater Facility, and recycled water distribution pipelines located throughout the City.

A competitive Request for Bid (RFB) was facilitated by the Finance Department to procure these services. One bid was submitted and no protests were received. Since only one bid was received, staff reached out to companies that downloaded the RFB to understand why they elected not to submit a bid. One company expressed that they are focusing on construction projects and do not have the time to work on projects that are unrelated to construction. Another company stated that they overlooked the project - they downloaded and glanced over the RFB, but no one acted on submitting an offer.

Staff recommends award to Corrpro Companies, Inc. as the sole responsive and responsible bidder pursuant to the formal bidding procedures of the San José Municipal Code, Section 4.12.310B.

Input from a Board or Commission: The Treatment Plant Advisory Committee is scheduled to consider this item on December 13, 2018.

This Council item is consistent with the City's 2018-2019 Adopted Budget City Areas Delivery Framework: "Provide environmental leadership through policy development, program design, and reliable utility services. Reliable utility infrastructure for Potable Water Delivery, Recycled Water Management, and Wastewater Management."

COST AND FUNDING SOURCE:									
						2018-2019			
						Adopted	Last Budget		
					Amt. for	Operating Budget	Action (Date,		
	Fund #	Appn. #	Appn. Name	Total Appn.	Recommendation	Page	Ord. No)		
	570	0762	Non- Personal/Equipment	\$4,260,943	\$100,000	X-84	10/16/2018		
							Ord. No.		
			1 crsonal/Equipment				30172		
			Non-				6/19/2018		
	515	0762	Personal/Equipment	\$36,202,244	\$25,000	X-92	Ord. No.		
			r crsonal/Equipment				30124		
			Non-			2	10/16/2018		
	513	0762	Personal/Equipment	\$28,520,251	\$90,000	X-79	Ord. No.		
			1 Graonan Equipment				30124		
F	FOR QUESTIONS CONTACT: Jennifer Cheng, Deputy Director, Finance at (408) 535-7059								