


CITY COUNCIL ACTION REQUEST

Department(s): Finance	CEQA: Not a Project, File No. PP17-003, Agreements/Contracts (New or Amended) resulting in no physical changes to the environment	Coordination: Department of Public Works, Office of Equality Assurance, City Attorney's Office, City Manager's Budget Office	Dept. Approval: /s/ Julia H. Cooper
Council District(s): Citywide			CMO Approval:  3-15-19

SUBJECT: ACTIONS RELATED TO PURCHASE ORDER FOR ELEVATOR MODERNIZATION SERVICES

RECOMMENDATION:

Adopt a resolution authorizing the City Manager to:

- (a) Execute a purchase order with Schindler Elevator, Corporation (San Leandro, CA) to replace machinery and equipment of two elevators at the Police Communications Building for the term beginning on or about April 1, 2019 and ending on or about October 1, 2020, in an amount not to exceed \$765,296; and
- (b) Approve a contingency of \$153,000 for any unforeseen changes or modifications to the new machinery and equipment for the two elevators.

Desired Outcome: Increase safety, reliability, and ensure optimal performance of two existing elevators used by staff at the Police Communications Building.

BASIS FOR RECOMMENDATION:

Two elevators located at the Police Communications Building are approximately 20 years old. Currently, they are on a maintenance agreement to ensure functionality, safety, reliability, and compliance with State of California Elevator inspections. However, due to their age and heavy usage, it is no longer economically feasible to continue to repair these elevators. The elevators' machinery and equipment must be replaced.

A competitive Request for Bid was facilitated by the Finance Department to procure these services. Since only one bid was received, Staff reached out to the only other company who attended the mandatory pre-conference to understand why they elected not to submit a bid. The company declined to bid because it could not afford the payment bond. Staff recommends award to Schindler Elevator, Corporation as the sole responsive and responsible bidder pursuant to the bidding procedures of the San José Municipal Code, Section 4.12.310B.

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

Office of Equality Assurance: Living Wage or Prevailing Wage, whichever is higher, is applicable to work under this purchase order.

This Council item is consistent with the City's 2018-2019 Adopted Operating Budget City Service Areas CSA Outcome for a "safe and functional public infrastructure, facilities, and equipment."

COST AND FUNDING SOURCE:

Fund #	Appn #	Appn. Name	Total Appn	Requested Budget Action	2018-2019 Adopted Capital Budget Page	Last Budget Action (Date, Ord. No)
001	411E	Local Sales Tax-Police Communication Center Elevator Retrofit	\$600,000	\$600,000	V-1014	06/19/18 30124
001	7582	Police Communication Center Elevator Retrofit	\$583,000	\$318,296	V-1021	10/16/18 30172

FOR QUESTIONS CONTACT: Jennifer Cheng, Deputy Director of Finance, at (408) 535-7059