



Agenda Report

19-1091

Agenda Date: 11/5/2019

REPORT TO COUNCIL

SUBJECT

Action on Amendment No. 1 to an Agreement with Fairway Painting, Inc., for On-Call Painting Services with Fairway Painting, Inc.

BACKGROUND

The Department of Public Works Facility Services Division oversees maintenance and repairs for approximately 900,000 square feet of buildings throughout the City. In order to continue to provide services in a timely and efficient manner, DPW periodically uses various specialty vendors to assist with the workload.

A Request for Proposal (RFP) process was utilized to solicit proposals for on-call painting services. The RFP was advertised in November 2017 and two proposals were received in December 2017. The proposer's qualifications were evaluated by the Facility Services Division staff and Fairway Painting, Inc. was selected as the top ranked proposal for several reasons, including past performance, qualified staffing, experience, and cost.

The scope of the Agreement with Fairway Painting, Inc. (Attachment 1) provides on-call painting services for various City facilities and Maintenance District No. 183, which consists of the Santa Clara Convention Center complex grounds and parking garage.

DISCUSSION

The original agreement was for three years and a total cost of \$200,000. Amendment No. 1 (Attachment 2) is being proposed to increase funding for this agreement due to various departmental requests for painting services over the next fiscal year that were not contemplated at the time of the original agreement. City Hall projects include the City Manager's Office, City Clerk's Office, Council Offices, City Attorney's Office, key customer service areas (Community Development, Human Resources, and Finance) and various meeting rooms. Additional projects under consideration include the Berman Building, Streets Corporation yard, SVP, as well as yet to be determined future projects. The goal of each project is to maximize space, customer service space, and accommodate additional staff.

Staff is recommending a \$200,000 increase to the existing Agreement with Fairway Painting Inc., for a total not-to-exceed amount of \$400,000. The Agreement includes a section covering Prevailing Wages.

ENVIRONMENTAL REVIEW

The action being considered is exempt from the California Environmental Quality Act ("CEQA") pursuant to CEQA Guidelines section 15301 "Existing Facilities" as the activity consists of the restoration or rehabilitation of deteriorated or damaged structures, facilities, or mechanical

equipment.

FISCAL IMPACT

The amount to be paid to Fairway Painting, Inc. for on-call services over the three-year term of this agreement may not exceed \$400,000. This cost consists of the original \$200,000 service agreement and an additional \$200,000 in requested funding to cover the anticipated expenses due to various projects. The estimated cost of services is based on past years' expenditures and estimated projected needs. These costs were included in the FY 2019/20 Capital Improvement Program Budget including Repairs - Modifications to City Buildings, Civic Center Building Renovation and Street Corporation Yard Renovation and in the FY 2019/20 and FY 2020/21 Operating Budget in various Departmental operating budgets. Subsequent years will be subject to future budget appropriations.

COORDINATION

This report has been coordinated with the Finance Department and the City Attorney's Office.

PUBLIC CONTACT

Public contact was made by posting the Council agenda on the City's official-notice bulletin board outside City Hall Council Chambers. A complete agenda packet is available on the City's website and in the City Clerk's Office at least 72 hours prior to a Regular Meeting and 24 hours prior to a Special Meeting. A hard copy of any agenda report may be requested by contacting the City Clerk's Office at (408) 615-2220, email clerk@santaclaraca.gov <<mailto:clerk@santaclaraca.gov>> or at the public information desk at any City of Santa Clara public library.

RECOMMENDATION

1. Approve and authorize the City Manager to execute Amendment No. 1 with Fairway Painting, Inc., for on-call painting services for an amount not-to-exceed \$400,000, subject to future budget appropriations;
2. Authorize the City Manager to make minor modifications to Amendment No. 1, if necessary; and
3. Authorize the City Manager to extend the term of the agreement with no increase in compensation in the event that the work is not completed by the agreement end date.

Reviewed by: Craig Mobeck, Director of Public Works

Approved by: Deanna J. Santana, City Manager

ATTACHMENTS

1. Agreement with Fairway Painting, Inc.
2. Amendment No. 1 with Fairway Painting, Inc.