



Council Meeting: September 1, 2009

SUBJECT: Authorization to Modify a Purchase Order for Traffic Signal Work (F0908-11)

BACKGROUND

Approval is requested to modify an existing purchase order with Team Econolite for traffic signal work by increasing the not-to-exceed by \$40,000 to a total of \$140,000.

DISCUSSION

The City contracts with Team Econolite for traffic signal and related services including routine/preventative maintenance, emergency and other repairs and project-specific work. The routine maintenance and repair work is handled exclusively through the Transportation and Traffic Services Operating Program via a multi-year contract which expires June 30, 2010 (RTC No. 05-214).

Due to the City's positive and responsive experiences with Team Econolite, and in order to augment the multi-year maintenance contract, a separate purchase order for capital project-specific work was established in FY 2008/2009 under the City Manager's award authority in the amount of \$100,000. This purchase order was issued in order to complete traffic signal and related work on the capital projects side. During last fiscal year, the City accelerated traffic signal replacements and other traffic-related projects in conjunction with the **Sunnyvale Works!** program, including work to replace the signal light at Washington and Pastoria. Costs of approximately \$40,000 over the existing contract were incurred in FY 2008/2009 for this signal work, due in part to the accelerated capital improvement schedule and in part to staff turnover in Transportation and Traffic Division. Council approval is required in order to pay the outstanding invoice.

Staff has established a new purchase order under the City Manager's award authority for FY 2009/2010 for additional project work. Depending upon the accelerated scheduling associated with **Sunnyvale Works!**, staff may return to Council later in this fiscal year to request additional funding for project-related work.

FISCAL IMPACT

Budgeted funds are available in capital project 820190, Traffic Signal Hardware and Wiring Replacement.

PUBLIC CONTACT

Public contact was made by posting the Council agenda on the City's official-notice bulletin board outside City Hall, at the Sunnyvale Senior Center, Community Center and Department of Public Safety; and by making the agenda and report available at the Sunnyvale Public Library, the Office of the City Clerk and on the City's Web site.

RECOMMENDATION

It is recommended that Council modify an existing purchase order with Team Econolite, in substantially the same form as the attached Draft Purchase Order, by increasing the total not to exceed value of the contract by \$40,000, to a total of \$140,000.

Reviewed by:

Mary J. Bradley, Director of Finance

Prepared by: Pete Gonda, Senior Management Analyst, Finance

Reviewed by:

Marvin Rose

Director of Public Works

Approved by:

Gary M. Luebbbers

City Manager

Attachments

A. Draft Purchase Order



ORDERED FROM 16269 - 001 (408) 234-0000 Econolite Traffic Engineering & Maint Team Econolite 3400 De La Cruz Ave Ste G Santa Clara, CA 95054	ORDER DATE 	BILL TO: City of Sunnyvale Finance Department Accounts Payable PO Box 3707 Sunnyvale, CA 94088-3707
	EFFECTIVE DATE 8/2/2008	
	EXPIRATION DATE 9/30/2009	
	CONTRACT AMOUNT \$140,000.00	
REQUISITIONING DEPARTMENT (9001) DPW/Transportation & Traffic	FOB DEST	FREIGHT CHARGES Destination, freight included in price
	PAYMENT TERMS N/30	BID NO

ITEM	DESCRIPTION	UNIT	UNIT COST
1	Blanket order for traffic signal work as required by PW/Transportation and Traffic for special projects ONLY as follows: Rates 1. Labor and equipment rates per the attached updated Extra Work rate sheet Routine preventative maintenance and emergency repair services are NOT to be charged against this blanket order. Purchase Requisition # RQ004011 Change order #1 - Replace the rate sheet attached to the Blanket Order with the updated Revised 11-13-08 Extra Work rate sheet. Change order #2: Increase not to exceed amount by \$40,000.00, approved by City Council 9/1/2009, RTC	DLR	\$1.0000

AUTHORIZED DEPARTMENT(S)		
NO	DEPT NAME	RELEASE AMT
9001	DPW/Transportation & Traffic	\$40,000.00

BUYER:	
Howard, Dreama	
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