



**PURCHASING ITEM
FOR
COUNCIL AGENDA
Memo No. MA17-056**

1. Agenda Item Number:
21

2. Council Meeting Date:
November 10, 2016

TO: MAYOR AND COUNCIL

3. Date Prepared: October 26, 2016

THROUGH: CITY MANAGER

4. Requesting Department: Municipal Utilities

5. SUBJECT: Amendment No. 2 to Agreement No. WD3-910-3144 for Emergency Water Line Stop

6. RECOMMENDATION: Staff recommends City Council approve Amendment No. 2 to Agreement No. WD3-910-3144, with Pipeline Services, Inc., for emergency water line stop, in an amount not to exceed \$150,000, for a two-year term, February 1, 2017, through January 31, 2019.

7. BACKGROUND/DISCUSSION: Repair or replacement of water mains must be performed quickly to minimize water loss and damage to surrounding infrastructure and personal property. Repair or replacement of water mains can be delayed when existing valves do not operate properly. At times, water lines cannot be shut down adequately for repairs to be done due to existing inoperable water valves. In these cases, line stops may be installed to ensure a complete shutdown of the pipeline to allow for repair. Staff will use this agreement for valve repairs and replacements when conditions prohibit restoration of service to affected customers. The materials and services purchased with this agreement allow for valve installation under pressure with minimal service disruptions.

8. EVALUATION PROCESS: On January 24, 2013, City Council approved an agreement with Pipeline Services, Inc., for emergency water line stop, for a two-year period, with the option of two additional two-year extensions. Pipeline Services, Inc., has agreed to extend for the second two-year term at the same terms, conditions, and pricing.

Staff recommends extension of this agreement for the term of February 1, 2017, through January 31, 2019. This is the second extension of the agreement.

9. FINANCIAL IMPLICATIONS:

Cost: \$150,000
Savings: N/A
Long Term Savings: N/A

Fund Source:

<u>Account No.:</u>	<u>Fund Name:</u>	<u>Program Name:</u>	<u>CIP Funded:</u>	<u>Amount:</u>
605.3800.5219.0.0	Water Operating	Other Prof Contract Ser.	No	\$150,000

10. PROPOSED MOTION: Move City Council approve Amendment No. 2 to Agreement No. WD3-910-3144, with Pipeline Services, Inc., for emergency water line stop, in an amount not to exceed \$150,000, for a two-year term, February 1, 2017, through January 31, 2019.

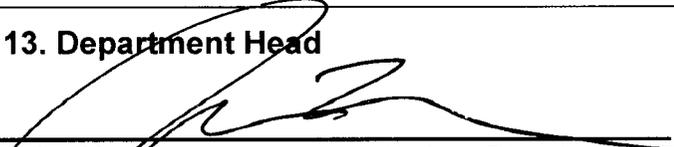
Attachments: Amendment

APPROVALS

11. Requesting Department


Gregg Capps, Water Resource Manager

13. Department Head


John Knudson, Municipal Utilities Director

12. Procurement Officer


Mike Mandt, CPPB

14. City Manager


Marsha Reed

AMENDMENT NUMBER TWO,
TO AGREEMENT BETWEEN THE CITY OF CHANDLER
AND
PIPELINE SERVICES, INC.
FOR EMERGENCY WATER LINE STOP
AGREEMENT NO. WD3-910-3144

This Amendment #Two to that certain Agreement Between the City Of Chandler (CITY) and Pipeline Services, Inc. (CONTRACTOR) for Emergency Water Line Stop dated, January 29, 2013 and is entered into this ___ day of _____, 2016.

WHEREAS, the agreement was extended pursuant to Amendment Number One for an additional term of two years from February 1, 2015 through January 31, 2017;

WHEREAS, the parties have agreed to extend for the second two year period through January 31, 2019;

NOW THEREFORE, the parties agree as follows:

1. Section 4.1 is amended to provide that the City shall pay CONTRACTOR in an amount not to exceed \$150,000 for the two year term authorized pursuant to this Amendment.
2. Section 5.1 is amended to provide for a third term of two years from February 1, 2017 through January 31, 2019,
3. All other terms and conditions of the above referenced Agreement as amended shall remain unchanged and in full force and effect.

IN WITNESS WHEREOF, the parties have hereunto subscribed their names this _____ day of _____, 2016.

CITY OF CHANDLER:

CONSULTANT:

By: _____
Mayor

By: Raymond M. Montez
Title: President

APPROVED AS TO FORM:

City Attorney

ATTEST: (If corporation)

ATTEST:

Secretary

City Clerk

WITNESS: (If individual or Partnership)

[SEAL]