



**CITY OF GLENDALE, CALIFORNIA
REPORT TO THE CITY COUNCIL**

AGENDA ITEM

Report: Amendment No. 1 to Contract No. 8000803 with Cor-ray Painting Co. for the Grayson Power Plant

1. Motion Authorizing the City Manager, or his designee, to execute Amendment No. 1 to Contract No. 8000803 with Cor-ray Painting Co. to increase the not-to-exceed contract amount by \$157,040, for a new contract amount not to exceed to \$420,000 for "as needed" industrial painting services for the Grayson Power Plant.

COUNCIL ACTION

Item Type: Consent Calendar

Approved for April 27, 2021 **calendar**

ADMINISTRATIVE ACTION

Submitted by:

Craig Kuennen, Interim General Manager, Glendale Water and Power

Prepared by:

Mark Young, Assistant General Manager/Power Management

Reviewed by:

Michele Flynn, Director of Finance

Michael J. Garcia, City Attorney

Approved by:

Roubik R. Golanian, P.E., City Manager

RECOMMENDATION

Glendale Water & Power (GWP) respectfully recommends that the City Council authorize the City Manager, or his designee, to execute Amendment No. 1 to Contract No. 8000803 with Cor-ray Painting Co. The Amendment would increase the not-to-exceed contract amount by \$157,040, for a new contract amount not to exceed \$420,000.

BACKGROUND/ANALYSIS

On January 21, 2020, the City Council approved a motion to award a two-year contract with Cor-ray Painting Co. for Industrial Painting Services at the Grayson Power Plant (GPP) in the amount not to exceed \$262,960.

The contract amount is based on the vendor's unit prices for labor, equipment, and miscellaneous costs which was multiplied by an estimated quantity specified on the adopted bid form. Due to the extent of work needed at the GPP, the contract amount has been nearly exhausted. Further industrial painting of Unit No. 9 will be necessary to properly maintain and control corrosion of outdoor facilities and equipment that may in turn help reduce the discharged metals to the storm drains and reach the compliance limits at GPP.

The painting services funded by this Amendment will be payable at the same unit rates specified in the contract.

FISCAL IMPACT

Amendment No. 1 to Contract No. 8000803 will increase contract amount by \$157,040 for a new not-to-exceed amount of \$420,000. The additional funding request is for "as needed" industrial painting services for the GPP to be utilized partially in Fiscal Year 2020-21, and future fiscal years. Staff anticipates expenses by June 30, 2021 to be \$50,000. The additional funds requested are available in Fiscal Year 2020-21 budget in the Contractual Services Account, Electric Works Revenue Fund, GWP, Power Plant Cost Center, BOP & Auxiliaries Maintenance, Power Production Expense FERC (Account No. 43110-5820-GWP-4690-P0000-T1792-F1500). Funding for Fiscal Year 2021-22 has been incorporated in the proposed budget in the account mentioned above.

ALTERNATIVES

Alternative 1: The City Council may choose to authorize the City Manager, or his designee, to execute Amendment 1 to Contract No. 8000803 with Cor-ray Painting Co. as recommended herein.

Alternative 2: The City Council may choose to not authorize Amendment 1 as recommended herein, which would require GWP to continue operating GPP without a specialized industrial painting and coating contractor once the contract amount has been fully exhausted, or to issue new bid solicitation for an industrial painting contractor.

Alternative 3: The City Council may consider any other alternative not proposed by staff.

CAMPAIGN DISCLOSURE

In accordance with the City Campaign Finance Ordinance No. 5744, the completed Campaign Disclosure for Cor-ray Painting Co. is attached hereto as Exhibit 1.

EXHIBIT(S)

Exhibit 1. Campaign Disclosure for Cor-ray Painting Co.