

**AGENDA ITEM EXECUTIVE SUMMARY**

Agenda Item number: 4.f

Title:

Recommendation to Approve Purchase Order with Green Planet 21 Utility for Cable Removal Contractor Services for a Three Year Period beginning May 1, 2017 through April 30, 2020.

Presenter:

Tom Bruhl

Meeting: Government Services Committee

Date: April 24, 2017

Proposed Cost: \$38,950

Budgeted Amount: \$38,950

Not Budgeted: ☐**Executive Summary** *(if not budgeted please explain):*

The Purchasing Division under the Finance Department went out for bids and received four bids for removal of cable from our existing duct banks. This work involves pulling the cable out of the duct, chopping it into short pieces with a specialized piece of equipment, and then depositing the cable into a dump truck to be taken to scrap. Based on the abandoned cables currently waiting to be pulled out, we estimate approximately 2 weeks of work in FY 17/18.

Bid proposals also included an option for a three year contract with either updated per unit pricing or a specified rate increase. Green Planet 21 Utility's submittal included a 5% increase for Year 2 and approximately another 5% increase for Year 3. Even taking into account these annual increases, overall, Green Planet 21 Utility's pricing was still favorable in both Year 2 and Year 3 when compared to the other bidders.

**Attachments** *(please list):*

\* Bid Tabulation

**Recommendation/Suggested Action** *(briefly explain):*

Recommendation to approve Purchase Order to Green Planet 21 Utility for Cable Removal Contractor Services in the amount of \$38,950.

Item	Three Phase Line Construction	Meade	Archon	Green Planet 21 Utility
Cable Removal - Crew Day Rate	\$8,474.17	\$7,882.30	\$4,895.00	\$3,895.00
2 Weeks of Work	\$84,741.70	\$78,823.00	\$48,950.00	\$38,950.00
Year 2 Offer	3.50%	3%	5%	5.00%
Year 3 Offer	3.50%	3%	5%	11% from Year 1