

**AGENDA ITEM EXECUTIVE SUMMARY**

Agenda Item number: 6.d

Title:

Recommendation to Approve Purchase Order with Hooper Corporation for Overhead Contractor Services for a Three Year Period beginning May 1, 2018 through April 30, 2021

Presenter:

Tom Bruhl

Meeting: Government Services Committee

Date: April 23, 2018

Proposed Cost: \$1,029,600

Budgeted Amount: \$1,100,000

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

Purchasing received four (4) qualified bids from overhead electric line contractors. Hooper Corporation was the low bid on the vast majority of the unit costs. The Electric Utility has supplemented our Line staff with contract crews on a regular basis. Hooper has been working for the City since November of 2017 and Staff is pleased with their productivity results.

Additionally, the assigned crew from Hooper works efficiently within our operational procedures. The pole inspection program identified at least 115 poles in need of replacement, and approximately 400 additional poles that require further inspection and potentially replacement. The value of this PO will provide a full year of a dedicated crew to make a significant impact on the backlog of overhead work in the southwest quadrant of the City, and also on the poles that have been rejected as part of our recent inspection.

The proposal included provisions for a three year contract, with very favorable 2% escalator for next year and a 2% escalator for year three. Extensions for the second and third year would be based on performance and at the City's discretion.

Attachments *(please list):*

* Bid Tabulation

Recommendation/Suggested Action *(briefly explain):*

Recommendation to Award Overhead Contractor Services to Hooper Corporation for a three year period beginning May 1, 2018 through April 30, 2021, with a Purchase Order for FY 18/19 in the amount of \$1,029,600.

Bidder	Estimated QTY	MP Systems	Hooper	J.F. Electric	Electric Conduit	MP Systems	Hooper	J.F. Electric	Electric Conduit
Overhead - Straight Time- 8 hour workday/hour	0	\$534.77	\$494.02	\$501.71	\$605.91	\$0.00	\$0.00	\$0.00	\$0.00
Overhead - Straight Time- 10 hour workday/hour	0	\$528.63	\$486.52	\$501.71	\$484.73	\$0.00	\$0.00	\$0.00	\$0.00
Overhead Crew Rate with Flaggers/hour	80	\$709.64	\$644.40	\$683.11	\$864.66	\$56,771.20	\$51,552.00	\$54,648.80	\$69,172.80
Mobilization Charge	1	\$4,500.00	\$1,500.00	\$2,007.00	\$6,670.00	\$4,500.00	\$1,500.00	\$2,007.00	\$6,670.00
Long Term Overhead Crew - 8 hour workday/hour	240	\$527.59	\$494.02	\$486.66	\$593.80	\$126,621.60	\$118,564.80	\$116,798.40	\$142,512.00
Long Term Overhead Crew - 10 hour workday/hour	1600	\$521.53	\$486.52	\$486.66	\$475.05	\$834,448.00	\$778,432.00	\$778,656.00	\$760,080.00
Overhead - 1.5X time Crew Rate/hour	200	\$656.86	\$628.70	\$712.93	\$1,090.65	\$131,372.00	\$125,740.00	\$142,586.00	\$218,130.00
Overhead - 1.5X time Crew Rate w/Flaggers /hour	20	\$882.55	\$837.70	\$993.85	\$1,608.15	\$17,651.00	\$16,754.00	\$19,877.00	\$32,163.00
Overhead - 2X time Crew Rate/hour	20	\$799.63	\$763.36	\$902.61	\$848.28	\$15,992.60	\$15,267.20	\$18,052.20	\$16,965.60
Overhead - 2X time Crew Rate w/Flaggers /hour		\$1,078.03	\$1,032.16	\$1,272.47	\$1,106.05	\$0.00	\$0.00	\$0.00	\$0.00
Apprentice Deduction - Straight Time/hour		\$13.15	\$11.00	\$15.35	\$15.00	\$1,187,356.40	\$1,107,810.00	\$1,132,625.40	\$1,245,693.40
Apprentice Deduction - 1.5X Time/hour		\$16.85	\$15.00	\$24.18	\$21.00				
Apprentice Deduction - 2X Time/hour		\$21.02	\$19.00	\$32.25	\$27.00				
Deduct For No Private Property Cart/hour		\$30.00	\$35.00	\$39.00	\$28.00				
Year 2 Offer		2% above year 1	2% above year 1	3.5% increase	2.5% increase				
Year 3 Offer		4% above year 1	2% above year 2	3.5% increase	2.5% increase				