



City Council Staff Report

Date: December 1, 2010

CONSENT CALENDAR

Subject: APPROVAL OF AMENDMENT NO. 2 TO CONSULTING SERVICES AGREEMENT NO. 5572 WITH BARTLE WELLS ASSOCIATES FOR A WASTEWATER RATE STUDY

From: David H. Ready, City Manager

Initiated by: Public Works and Engineering Department

SUMMARY

The City previously entered into a consulting services agreement with Bartle Wells Associates to perform analysis of the City's existing wastewater rates. Approval of Amendment No. 2 will allow staff to revise the sewer rate study completed earlier this year.

RECOMMENDATION:

- 1) Approve Amendment No. 2 to Agreement No. 5572 with Bartle Wells Associates, in the amount of \$12,000 for a total revised contract amount of \$50,000 for wastewater rate study services; and
- 2) Authorize the City Manager to execute all necessary documents.

STAFF ANALYSIS:

On July 7, 2010, staff presented to Council the City of Palm Springs Wastewater Financial Plan and Rate Study for consideration of adopting increased sewer service charges to finance the 20-year City of Palm Springs Wastewater Treatment Plant Capital Repair and Rehabilitation Plan. The City completed Proposition 218 noticing on proposed increases to sewer service charges, and at the July 7, 2010, hearing, determined that a majority protest was not received. However, at that time the Council did not approve the proposed rate increases, and directed staff to return the item for further discussion in 2011.

It is necessary to revise and update the sewer rate study with Bartle Wells Associates, previously presented to and approved by Council on April 21, 2010. Staff is prepared to

ITEM NO. 2.I.

discuss and coordinate the following topics as part of a revised and updated sewer rate study:

1. Update current sewer rates for 2010 (capturing recent rate increases adopted by CVWD, MSWD, and DWA).
2. Analyze Palm Springs' overall sewer rate structure and identify suggested revisions based on other agency rate structures.
3. Identify and propose suggested tiered rates for residential properties (single family homes vs. multi-family [condo, apartment, mobile home park, etc.]), recommend suggested tiered rates for Palm Springs as compared to other agencies.
4. Prepare rate study for revised priority 1 WWTP capital projects only
5. Prepare rate study for revised priority 1 & 2 WWTP capital projects only
6. Prepare rate study for revised priority 1-4 WWTP capital projects

Staff recommends that City Council approve the proposed amendment to the Bartle Wells Associates agreement, allowing staff to prepare a revised and updated sewer rate study for future discussion by the Council in 2011.

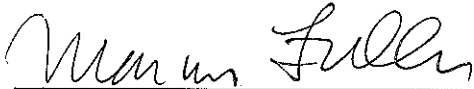
FISCAL IMPACT:

Sufficient funding is available in account 420-6800-43200 (Contractual Services). This agreement is being funded from the Wastewater Fund.

SUBMITTED:

Prepared by:

Recommended by:



Marcus L. Fuller
Assistant Director of Public Works

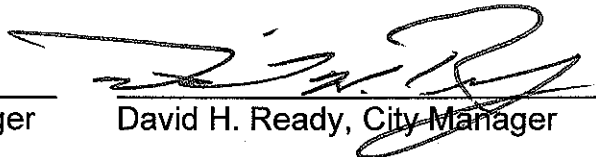


David J. Barakian
Director of Public Works/City Engineer

Approved by:



Thomas J. Wilson, Asst. City Manager



David H. Ready, City Manager

Attachments:

1. Amendment No. 2 to Agreement No. 5572

AMENDMENT NO. 2 TO CONSULTING SERVICES AGREEMENT NO. 5572
WITH BARTLE WELLS ASSOCIATES
WASTEWATER RATE STUDY

The following articles of Agreement No. 5572 are hereby amended to read as follows:

3.1 Compensation of Consultant. For the services rendered pursuant to this Agreement, Consultant shall be compensated and reimbursed, in accordance with the schedule of fees set for in Exhibit "A", which total amount shall not exceed Fifty Thousand Dollars (\$50,000).

Purchase Order Number(s):	0000530
Agreement Number:	5572
Original Approval:	October 26, 2007
Original Contract Amount:	\$ 5,000
Amount of Previous Increase(s)	\$ 33,000
Amount of This Increase	\$ 12,000
Amended Total:	\$ 50,000
Account Number(s):	420-6800-43200

SIGNATURES ON LAST PAGE

Except as specifically amended by this Amendment No. 2, all terms and provisions of Agreement No. 5572 remain in full force and effect.

ATTEST:

CITY OF PALM SPRINGS,
a California charter city

By: _____
City Clerk

By: _____
City Manager

APPROVED AS TO FORM:

By: _____
City Attorney

CONSULTANT: Check one: Individual Partnership Corporation

BARTLE WELLS ASSOCIATES

Corporations require two notarized signatures: One signature must be from the Chairman of Board, President, or any Vice President. The second signature must be from the Secretary, Assistant Secretary, Treasurer, Assistant Treasurer, or Chief Financial Officer).

By: Alex Handler
Notarized Signature of Chairman of Board,
President or any Vice President

By: Reed V. Schmidt
Notarized Signature Secretary, Asst Secretary,
Treasurer, Asst treasurer or Chief Financial Officer

Name: Alex Handler
Title: Vice President

Name: Reed V. Schmidt
Title: Chief Financial Officer

State of California
County of Alameda ss

On 11/9/10 before me, Stephanie Osborn

personally appeared Alex Handler
who proved to me on the basis of satisfactory evidence) to be
the person(s) whose name(s) is/are subscribed to the within
instrument and acknowledged to me that he/she/they
executed the same in his/her/their authorized capacity(ies),
and that by his/her/their signature(s) on the instrument the
person(s), or the entity upon behalf of which the person(s)
acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the
State of California that the foregoing paragraph is true and
correct.

WITNESS my hand and official seal.

Notary Signature: Stephanie Osborn

Notary Seal:

State of California
County of Alameda ss

On 11/9/10 before me, Stephanie Osborn

personally appeared Reed V. Schmidt
who proved to me on the basis of satisfactory evidence) to be
the person(s) whose name(s) is/are subscribed to the within
instrument and acknowledged to me that he/she/they
executed the same in his/her/their authorized capacity(ies),
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Notary Signature: Stephanie Osborn

Notary Seal:

