



City Council Staff Report

DATE: September 7, 2016

CONSENT CALENDAR

SUBJECT: AUTHORIZE AN INCREASE OF \$22,098.66 TO PURCHASE ORDER NO. 15-1066 WITH TRANE RENTAL SERVICES FOR EXTENDED RENTAL OF A 250 TON CHILLER FOR THE AIRPORT

FROM: David H. Ready, City Manager

BY: Engineering Services Department

SUMMARY

Approval of this action will ratify an extension of the rental of a temporary air conditioning chiller required at the Airport.

RECOMMENDATION:

1. Authorize an increase in the amount of \$22,098.66 to Purchase Order No. 15-1066 with Trane Rental Services for an extension of the rental term for a temporary air conditioning chiller at the Airport; and
2. Authorize the City Manager to execute all necessary documents.

STAFF ANALYSIS:

On April 1, 2015, the City Council authorized a Purchase Order in the amount of \$71,695.98 with Trane Rental Services for rental of a temporary 250 ton air conditioning chiller for an initial 6 month rental term from April 1 through September 30, 2015. The temporary chiller was required due to the failure of one of the two central plant chillers located at the Airport, with the remaining operable chiller insufficient to provide adequate cooling of the Airport throughout the summer. The City had solicited bids for a temporary chiller, and Trane Rental Services was the low bidder as shown in Table 1.

Vendor	Price Quote
Trane Rental Services	\$71,695.98
Total Environmental, Inc.	\$81,050.00
Carrier Corporation	\$87,380.00
La Brea Rentals	\$93,588.00

The approved monthly rental cost for the temporary chiller provided by Trane Rental Services is \$11,049.33 a month.

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The initial 6 month rental term was extended a period of two months for an increased cost of \$22,098.66, allowing for continued use of the temporary chiller through November 30, 2015; the extension and increased cost to the Purchase Order was authorized by the City Manager pursuant to his signature authority for expenditures up to a cost of \$25,000.

The need for the temporary chiller continued while completion and commissioning of the City's Municipal Co-Generation Plant was underway, and a request was sent by the City to Trane Rental Services in January 2016 to cancel the rental and remove it from the Airport. A further extension of the rental term of two months was required for a period ending on January 31, 2016, and staff recommends that the City Council ratify the additional two month expenditure of \$22,098.66 and authorize an increase in that amount to Purchase Order No. 15-1066.

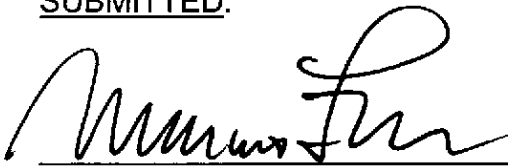
ENVIRONMENTAL IMPACT:

The requested City Council action is not a "Project" as defined by the California Environmental Quality Act (CEQA). Pursuant to Section 15378(a), a "Project" means the whole of an action, which has a potential for resulting in either a direct physical change in the environment, or a reasonably foreseeable indirect physical change in the environment. The requested action is to authorize an increased expenditure on a Purchase Order, and is exempt from CEQA pursuant to Section 15378(b), in that a "Project" does not include: (5) Organizational or administrative activities of governments that will not result in direct or indirect physical changes in the environment.

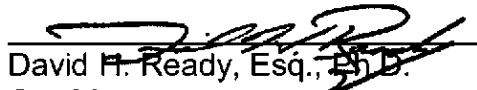
FISCAL IMPACT:

Sufficient funds are budgeted and available in the Airport Fund, Account No. 415-6002-43200.

SUBMITTED:



Marcus L. Fuller, MPA, P.E., P.L.S.
Assistant City Manager/City Engineer



David H. Ready, Esq., Ph.D.
City Manager