

City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

| | | | | |
|----------|--|-------|-------------------|----------------|
| To: | Matthew J. Fertal | From: | William E. Murray | |
| Dept: | City Manager | Dept: | Public Works | |
| Subject: | APPROVAL OF AMENDMENT NO. 3 TO THE CONTRACT WITH MERCHANTS BUILDING MAINTENANCE LLC FOR CUSTODIAL SERVICES | | Date: | March 11, 2014 |

OBJECTIVE

For City Council to approve Amendment No. 3 to the contract with Merchants Building Maintenance for custodial services.

BACKGROUND/DISCUSSION

In April 2010, City Council approved a contract with Merchants Building Maintenance, LLC, to provide custodial services at the City's jail facility, police substations, and the Housing Authority building. The approved contract was for a period of three (3) years with an option to extend the contract for two (2) years, for a total of five (5) years, in a full amount of \$126,767. Due to additional service needs in the City's jail, the total contract amount has been exhausted. Staff is requesting City Council's approval of Amendment No. 3 to increase the cost for an additional \$65,000 to complete the contract term.

FINANCIAL IMPACT

The cost to continue the contract with Merchants Building Maintenance is \$65,000. The funds will be paid from Jail Services (Pkg. 6890). There is no impact to the General Fund.

RECOMMENDATION

It is recommended that the City Council:

- Approve Amendment No. 3 to the Contract with Merchants Building Maintenance LLC for custodial services at a cost of \$65,000.


WILLIAM E. MURRAY, P.E.
Public Works Director

By: 
Ron Meislahn
Facilities Manager

Recommended for Approval


Matthew Fertal
City Manager

Attachment : Amendment No. 3

CITY OF GARDEN GROVE**AMENDMENT NO. 3**

To: Furnish all labor, materials and equipment to provide full Custodial Maintenance Services at the City of Garden Grove Housing Authority, first floor only, City Jail Facility, Six Police Sub-Stations, the Buena Clinton Family Resource Center and 10151 Garden Grove Blvd. in Garden Grove, CA.

This Amendment No. 3 to Furnish all labor, materials and equipment to provide full Custodial Maintenance Services at the City of Garden Grove Housing Authority, first floor only, City Jail Facility, Six Police Sub-Stations, the Buena Clinton Family Resource Center and 10151 Garden Grove Blvd. in Garden Grove, CA., is made and entered into this ____ day of _____ 2014, by and between the **CITY OF GARDEN GROVE**, hereinafter referred to as "CITY", and **Merchants Building Maintenance, LLC.**, hereinafter referred to as "CONTRACTOR".

WHEREAS, Contractor and CITY entered into Contract No. 10-2860 effective April 27, 2010.

WHEREAS, Contractor and CITY desire to amend the Existing Contract as provided herein.

Now, therefore, it is mutually agreed, by and between the parties as follows:

Section 1: Term and Termination, shall be revised as follows:

The CITY hereby extends the performance through May 20, 2015, the final option year.

Section 3.0. COMPENSATION - shall be revised as follows:

The contract Price is hereby increased from \$197,086.44 to a new Firm Fixed Price of \$306,681.80. This is an increase of \$109,595.36 to cover the last option year \$44,595.36 plus an additional \$65,000.00 to cover unforeseen costs at the City's jail facility.

Except as expressly amended hereby, the Existing Contract remains in full force and effect as originally executed.

IN WITNESS WHEREOF, the parties have caused this Amendment No. 3 to the Existing Contract to be executed by their respective officers duly authorized on the date first written above.

Date: _____

"CITY"
CITY OF GARDEN GROVE

By: _____

City Manager

ATTESTED:

City Clerk

Date: _____

"CONTRACTOR"
Merchants Building Maintenance, LLC

By: 

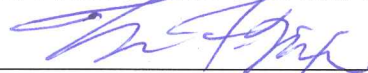
Name: David Haas

Title: President

Date: 2/25/14

If CONTRACTOR is a corporation, a Corporate Resolution and/or Corporate Seal is required. If a partnership, Statement of Partnership must be submitted to CITY.

APPROVED AS TO FORM:


Garden Grove City Attorney

3/1/14
Date