



CITY OF BANNING STAFF REPORT

TO: CITY COUNCIL

FROM: Douglas Schulze, City Manager

PREPARED BY: Brandon Robinson, Electrical Engineering Supervisor
Art Vela, Director of Public Works

MEETING DATE: September 10, 2024

SUBJECT: Consideration of Resolution 2024-146, Approving a Sole Source Contract with Electric Power Systems International, Inc. for Construction Services Related to the San Gorgonio Substation 12kV Extension Project in the Amount of \$58,039.80

RECOMMENDATION:

Adopt Resolution 2024-146.

BACKGROUND:

On September 28, 2021, City Council adopted Resolution 2021-81 awarding Electric Power Systems (EPS) a contract in the amount of \$3,629,128.80 that included a 10% contingency for the construction of the San Gorgonio Substation. The original Contract C00727 was executed on October 27, 2021.

Due to various delays in construction related to supply chain issues, the Contract was extended an additional 313 days from the original contract expiration date, but has since expired prior to conclusion of the work effort. Since there were some remaining work activities to be completed under Contract C00727 beyond the initial time extension, Purchasing staff has recommended to Electric staff to execute a sole source contract to complete the remaining tasks. There are budgeted funds remaining on the initial San Gorgonio Substation Construction PO 31284 in the amount of \$51,039.80 to complete the work that is being requested through the sole source contract with EPS. Electric staff is also requesting to add \$7,000.00 of budgeted funds to this proposed sole source agreement to cover the costs of distribution circuit troubleshooting.

Upon the execution of the sole source agreement for EPS, a Notice of Completion will be brought forward for the original San Gorgonio Substation contract and filed.

JUSTIFICATION:

The City of Banning Electric Utility and EPS have an obligation to complete the remaining tasks for the San Gorgonio Substation. The major item of work that remains is the distribution line extension that connects San Gorgonio Substation with distribution circuits that were previously served by Alola Substation, which has been decommissioned.

FISCAL IMPACT:

<u>Account</u>	<u>Year</u>	<u>Amount</u>
673-7000-473.96-25	2024/2025	\$51,039.80

673-7000-473.96-20

2024/2025

\$7,000.00

ALTERNATIVES:

Do not adopt Resolution 2024-146 and provide alternative direction to staff.

BUDGETED?:

Yes

CONTRACT/AGREEMENT:

Yes

ATTACHMENTS:

1. [Resolution 2024-146, SanG Substation.docx](#)
2. [C01068_-_EPS_PW_San_Gorgonio_Substation_12KV_Extension \(1\).docx](#)
3. [EPS SOLE SOURCE FORM_.pdf](#)
4. [PR_EPS Sole Source - San G 12kv_8-13-24_.pdf](#)