Agenda Item No: 1.e

PLACENTIA CITY COUNCIL AGENDA REPORT

Meeting Date: April 21, 2026
Submitted by: Chris Tanio
From: Public Works

Subject:
AMENDMENT NO. 1 TO MAINTENANCE SERVICES AGREEMENT WITH BEAR ELECTRICAL SOLUTIONS, INC. FOR TRAFFIC SIGNAL MAINTENANCE SERVICES

Financial Impact:
Fiscal Impact:
Expense: $420,000 Amendment No. 1 Additional Contract Amount over 2-Years

Summary:
In July 2018, the City Council awarded a Maintenance Services Agreement to Bear Electrical Solutions, Inc. (“Bear”) for traffic signal maintenance and repair services. The agreement was for a three-year term with the option to extend the term for one (1) additional two-year term. In April 2021, the City approved the extension of an additional two-year contract term with Bear, while also increasing the contract capacity. With the contract set to expire in June 2023, City Council approved a new three-year contract with Bear on June 20, 2023, in an amount not-to-exceed $510,000 ($170,000 per year) and approved contract change order authority for the City Administrator up to $51,000. The June 20, 2023 contract award utilized Bear's unit pricing in their submitted proposal to the City of Tustin. Under the City's Municipal Code, it allows the City to purchase from a supplier who has been awarded a contract resulting from a formal competitive bid process by another governmental agency within the state or by the federal government.

Since 2018, Bear has demonstrated its qualifications, capabilities, and responsiveness through the services provided to the City of Placentia for citywide traffic signal maintenance services. The current maintenance service contract with Bear is set to expire on June 30, 2026, and Staff is proposing to amend the existing agreement by extending the contract term for one (1) two-year term while also increasing the contract capacity by $420,000 for a total not-to-exceed contract amount of $930,000. The contract increase includes routine traffic signal maintenance, extraordinary repairs to replace outdated vehicle detection equipment, repairing damaged traffic cabling, undergrounding temporary signal cables, and any additional extraordinary repairs that may occur over the next two years.

Recommendation:
Recommended Action: It is recommended that the City Council:

1. Approve Amendment No. 1 to the Maintenance Services Agreement with Bear Electrical

Solutions, Inc. for Traffic Signal Maintenance Services, increasing the contract capacity by $420,000, resulting in a new not-to-exceed amount of $930,000; and
2. Authorize the City Administrator to approve contract change orders up to 10% of the initial three-year contract amount; and
3. Authorize the City Administrator to execute the necessary documents, in a form approved by the City Attorney.

Strategic Plan Statement:
This item conforms to Strategic Goal No. 3: Infrastructure, Facilities, and Public Spaces by maintaining and enhancing streets, parks, and public facilities to ensure they are well-appointed, clean, attractive, and reflective of the City's commitment to quality

Discussion:
In July 2018, the City Council awarded a Maintenance Services Agreement to Bear Electrical Solutions, Inc. (“Bear”) for traffic signal maintenance and repair services. The agreement was for a three-year term with the option to extend the term for one (1) additional two-year term. In April 2021, the City approved the extension of an additional two-year contract term with Bear, while also increasing the contract capacity. With the contract set to expire in June 2023, City Council approved a new three-year contract with Bear on June 20, 2023 in an amount not-to-exceed $510,000 ($170,000 per year) and approved contract change order authority for the City Administrator up to $51,000. The June 20, 2023 contract award utilized Bear's unit pricing in their submitted proposal to the City of Tustin. Under the City's Municipal Code, Section 3.08.070, it allows the City to purchase from a supplier who has been awarded a contract resulting from a formal competitive bid process by another governmental agency within the state or by the federal government.

Since 2018, Bear has been responsive to maintenance and repair requests in a timely manner and made proper and efficient repairs during the current traffic signal maintenance services contract. Furthermore, Bear’s technicians have extensive knowledge about the traffic signal system in Placentia, and the company is equipped with the resources to maintain and provide an extensive inventory of parts and equipment, ensuring the ability to complete timely repairs to the City's infrastructure in the event of signal failure.

The current maintenance service contract with Bear is set to expire on June 30, 2026, and Staff is proposing to amend the existing agreement by extending the contract term for one (1) two-year term while also increasing the contract capacity by $420,000 for a total not-to-exceed contract amount of $930,000. The contract increase includes routine traffic signal maintenance, extraordinary repairs to replace outdated vehicle detection equipment along the Orangethorpe corridor, repairing damaged traffic cabling at Melrose/Crowther intersection, undergrounding temporary signal cables at Richfield/Miraloma intersection, and any additional extraordinary repairs that may occur over the next two years.

Attachments
Placentia TS Maint. - Amendment 1 - BES Signed.pdf
(Fully Executed) Bear Electrical Solutions, Inc. - Traffic System Maintenance.pdf