

EXECUTIVE BRIEF

ELECTRIC UTILITY MEETING

AGENDA DATE: January 25, 2022

TITLE:

First Amendment with The Davey Tree Expert Company

SUMMARY:

The First Amendment to the Agreement with The Davey Tree Expert Company (Davey Tree) authorizes Davey Tree to provide utility easement and right-of-way clearance services for the Electric, Water & Sewer Utility Departments at a cost not to exceed \$993,000 for Fiscal Year 2022.

BACKGROUND AND JUSTIFICATION:

The City issued an Invitation for Bid (IFB 19-100) for the procurement of responsible and experienced tree trimming contractors to cut, clear and maintain the City's easements and rights-of-way for the Electric, Water and Sewer Utility Departments. Davey Tree was the only bidder and was selected to perform vegetation management services.

On December 13, 2018, the City and the Contractor entered into an Agreement for right-of-way vegetation management services for an initial period of three (3) years with two (2) additional single year renewal options.

This First Amendment is to extend the term of the Agreement for an additional one (1) year term. The Contractor has submitted a revised rate schedule for the services to be provided under this Amendment. The rates provided have been evaluated and continue to offer the City the best value under the current agreement.

The prorated expenditures for Fiscal Year 2022 are approximately \$831,000, based on previous monthly invoices averaging \$82,750 per month. The costs for these services will be funded by Electric (84%), Water (8%) and Sewer (8%).

MOTION:

Move to approve/disapprove the First Amendment to the Agreement with The Davey Tree Expert Company for utility easement and right-of-way clearance services for the Electric, Water & Sewer Utility Departments at a cost not to exceed \$993,000 for Fiscal Year 2022.

ATTACHMENT(S):

Fiscal Impact Analysis
First Amendment

FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2022	2023	2024	2025	2026
Capital Expenditures	0	0	0	0	0
Operating Expenditures	\$993,000	0	0	0	0
External Revenues	0	0	0	0	0
Program Income	0	0	0	0	0
In-kind Match	0	0	0	0	0
Net Fiscal Impact	\$993,000	0	0	0	0
No. of Addn'l Full-Time Employee Positions	0	0	0	0	0

B. Recommended Sources of Funds/Summary of Fiscal Impact: The funds have been encumbered and reflect FY2022 PO issuance in the amounts indicated in the Agenda Expenditure column.

Account Number	Account Description	FY22 Budget	Current Balance	Budget Transfer	Agenda Expenditure	Balance
401-6034-531-34.10	Contractual Services / Maintenance	\$937,000	\$106,000		-\$831,000	\$106,000
402-7034-533-34.10	Contractual Services / Maintenance	\$135,500	\$52,500		-\$81,000	\$52,500
403-7231-535-34.50	Contractual Services / Other Contractual Service	\$135,500	\$29,000		-\$81,000	\$29,000