

RESOLUTION NO. 18-44

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMMERCE,
CALIFORNIA, AWARDING AN AGREEMENT TO CALIFORNIA WATER SERVICE
COMPANY FOR LEASE OF REAL PROPERTY FOR THE COMMERCE WATER
SYSTEM TO PROVIDE OPERATIONS AND MAINTENANCE SERVICES AND
CAPITAL IMPROVEMENT PROGRAM IMPLEMENTATION.**

WHEREAS, the City of Commerce and California Water Service Company (Cal Water) entered into a Lease of Real Property (Commerce Water System) on October 1, 2002, whereby Cal Water agreed to operate and maintain the municipally-owned Commerce Water System for a 15 year period; and

WHEREAS, the City and Cal Water entered into a separate agreement for design, permitting, and construction management services to construct a new well, effective November 15, 2016. The well will take approximately two to three years to complete; and

WHEREAS, on September 5, 2017, the City Council approved an extension to the Lease with Cal Water through the City's fiscal year (to June 30, 2018) to allow sufficient time to release Request for Proposals (RFP) and award a new agreement to the successful bidder; and

WHEREAS, the RFP was released on September 6, 2017 via the City's standard procedures and advertised through Planetbids online; and

WHEREAS, a mandatory pre-bid site visit was held on September 20, 2017 and bids were due on November 9, 2017; and

WHEREAS, Cal Water was the only company who participated in the site visit and submitted a proposal; and

WHEREAS, based on past and current experience with Cal Water and their demonstrated knowledge, resources, excellent customer service, and responsiveness to both customers and the City, staff recommends awarding an agreement to Cal Water for a 15-year period to continue operating and maintaining its water system and implementing its Capital Improvement Program (CIP).

NOW, THEREFORE, THE CITY COUNCIL DOES HEREBY RESOLVE,
DECLARE AND DETERMINE AS FOLLOWS:

Section 1. An Agreement between the City of Commerce and California Water Services Company is hereby approved.

Section 2. The Mayor is authorized to execute the Agreement for and on behalf of the City.

Section 3. The City Clerk shall certify to the adoption of this Resolution.

PASSED, APPROVED AND ADOPTED this 3rd day of April, 2018.

Oralia Rebollo
Mayor

ATTEST:

Lena Shumway
City Clerk