EXECUTIVE SUMMARY SHEET
CITY OF SAN DIEGO

DATE ISSUED:	April 20, 2011 **REVISED**
ATTENTION:	Natural Resources & Culture Committee Agenda of April 20, 2011
ORIGINATING DEPARTMENT:	Public Utilities
SUBJECT:	Closed Circuit Televising (CCTV) Inspection of Sewer Mains and Manholes – DSI Inc., Extension
COUNCIL DISTRICT(S):	City-wide
STAFF CONTACT:	Margaret Llagas (858) 654-4494, Mike Faramarzi (858) 614-4518

REQUESTED ACTION:
Authorizing the Mayor, or his designee, to execute the remaining three (3) contract extension options, each for a one (1) year period, to the existing contract with Downstream Services, Inc. for the CCTV Inspection of Sewer Mains and Manholes in a cumulative amount not to exceed $1,590,000, bringing the total not to exceed contract value to **$2,486,262**; and

Authorizing the Chief Financial Officer to expend a cumulative amount not to exceed $1,590,000 from Sewer Operating Fund 700000 for the purpose of funding the three (3) one-year options to extend the contract with Downstream Services, Inc. The funds will be spent in an averaged approximate amount of $530,000 for each of the three years, with unexpended funds available for expenditure in subsequent years, but with a total cumulative amount not to exceed $1,590,000.

STAFF RECOMMENDATION:
Approve the requested action and adopt the resolutions.

EXECUTIVE SUMMARY:
The Public Utilities Department is required to televise and assess at least forty (40) miles of sewer mains annually to maintain compliance with the EPA's Consent Decree for the intent of reduction of sewer spills. In May 2009, Public Utilities via Purchasing and Contracts awarded the contract for the Closed Circuit Televising (CCTV) Inspection of Sewer Mains and Manholes (Bid No. 9700-09-W) to Downstream Services, Inc. (DSI), the lowest responsive bidder. **The first year contract was for $355,208.** The contract has an initial term of one year and option of four (4) annual extensions, for a total duration not to exceed five (5) years. On May 21, 2010, DSI's contract was extended for one (1) year until May 20, 2011 for the amount of $541,054. Even though the EPA mandates the televising of at least forty (40) miles each year, the City's target is to select and televise approximately fifty-five (55) miles. The extra miles allow the City the flexibility of removing a sewer pipe from the contract if it cannot be televised due to inaccessibility, high flows, pipe configuration, etc. and yet still meet the EPA Consent Decree mandate. DSI is required to submit videos, maps, and database for each sewer pipe and sewer manhole to the City staffs for their assessment and uploading to sewer database system. To date, DSI has televised ninety-two (92) miles of sewer mains ranging from six (6) to sixty (60) inches in diameter and 1,700 sewer manholes. Public Utilities requests extending the contract with DSI for three (3) additional years, for an amount not to exceed $1,590,000, which will bring the total value of the contract to **$2,486,262**. Under each additional option year, DSI will continue to

televise approximately fifty-five (55) miles. The next 55 miles to be televised in FY 2012 have already been selected and are exempt from CEQA. It is expected that the segments selected for inspections in FY 2013 and FY 2014 will be similarly exempt from CEQA.

EQUAL OPPORTUNITY CONTRACTING:
This agreement is subject to the City's Equal Opportunity Contracting Ordinance (San Diego Ordinance N. 18173, Section 22.2701 through 22.2708) and Non-Discrimination in Contracting Ordinance (San Diego Municipal Code Section **22.3501 through 22.3517**).

FISCAL CONSIDERATIONS:
The total cumulative not to exceed amount for the additional three years under the contract is $1,590,000. Funding in the approximate amount of $530,000 for FY 2011 is available in Sewer Operating Fund 700000. Funding for FY 2012 and FY 2013, in the approximate amount of $530,000 for each year, will be available in Sewer Operating Fund 700000, contingent upon the adoption of each Fiscal Year's Annual Appropriation Ordinance and contingent upon the City Comptroller furnishing one or more certificates certifying that the funds necessary for expenditure under the established contract are, or will be, on deposit with the City Treasurer.

PREVIOUS COUNCIL/COMMITTEE ACTION:
None.

COMMUNITY PARTICIPATION AND PUBLIC OUTREACH EFFORTS:
None.

KEY STAKEHOLDERS:
The Public Utilities Department is required to comply with all Federal, State and local requirements, specifically the requirements of the EPA's consent decree, mandating that the City of San Diego televise and assess at least forty (40) miles of sewer pipes annually. Failure to adequately inspect sewer pipelines could potentially cause wastewater spills resulting in fines from the San Diego County Regional Water Quality Control Board and other regulatory agencies.

Ann Sasaki
Assistant Public Utilities Director

Roger S. Bailey
Director of Public Utilities