

Legislation Text

File #: 5086, Agenda Item #: 8

REPORT/RECOMMENDATION TO THE BOARD OF SUPERVISORS OF SAN BERNARDINO COUNTY AND RECORD OF ACTION

November 16, 2021

FROM WILLIAM L. GILBERT, Director, Arrowhead Regional Medical Center

SUBJECT

Amendment to Contract with Duthie Power Services for Maintenance and Unexpected Repairs on Diesel Generators

RECOMMENDATION(S)

Approve Amendment No. 1 to Contract No. 4400011834 with Duthie Power Services, for the provision of annual maintenance and unexpected repairs on diesel generators, increasing the total contract amount by \$800,000, from \$500,000 to \$1,300,000, with no change to the total contract period of June 1, 2019 through May 31, 2024.

(Presenter: William L. Gilbert, Director, 580-6150)

COUNTY AND CHIEF EXECUTIVE OFFICER GOALS & OBJECTIVES

Provide for the Safety, Health and Social Service Needs of County Residents.

FINANCIAL IMPACT

Approval of this Amendment will not result in the use of Discretionary General Funding (Net County Costs). The additional cost of \$800,000 is funded by State Medi-Cal, Federal Medicare, private insurances, and other departmental revenues. Funding sources may change in the future pending any legislative activity related to the repeal and/or replacement of the Affordable Care Act. Adequate appropriation and revenue have been included in the Arrowhead Regional Medical Center (ARMC) 2021-22 recommended budget and will be included in future recommended budgets

BACKGROUND INFORMATION

Approval of the Amendment will allow ARMC to continue utilizing Duthie Power Services (Duthie) for annual maintenance and unexpected repairs on seven diesel power generators. These high-voltage generators require unique, specialized certifications for repair and maintenance. The generators are utilized when ARMC experience power disruptions. ARMC is experiencing an increase in unforeseen repairs and failures to the generators due to the age of the generators and increase in usage due to more frequent power outages. Also, the parts needed for the repairs have seen a dramatic increase in cost. These factors are leading to higher overall costs then initially anticipated, hence ARMC is asking for an increase to the contract amount to cover the cost increases.

PROCUREMENT

On June 14, 2019, County Purchasing, based on a competitive procurement, executed Contract No.

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4400011834 with Duthie Power Services for the provision of annual maintenance and unexpected repairs on diesel generators, for an amount not to exceed \$500,000, for the contract period of June 1, 2019 through May 31, 2024.

County Purchasing approves the continued procurement of these services based on an existing competitive Agreement.

REVIEW BY OTHERS

This item has been reviewed by County Counsel (Charles Phan, Deputy County Counsel, 387-5455) on October 19, 2021; Purchasing Department (Ariel Gill, Buyer, 777-0722) on October 29,2021; ARMC Finance (Chen Wu, Finance and Budget Officer, 580-3165) on October 21, 2021; Finance (Yael Verduzco, Administrative Analyst, 387-5285) on October 27, 2021; and County Finance and Administration (Diana Atkeson, Deputy Executive Officer, 387-5423) on October 28, 2021.