



# Agenda Item

## Orange City Council

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**Item #:** 3.10.

5/26/2026

**File #:** 26-0239

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**TO:** Honorable Mayor and Members of the City Council

**THRU:** Jarad Hildenbrand, City Manager

**FROM:** Christopher Cash, Public Works Director

### 1. SUBJECT

Third amendment to Contract with Tunnelworks Services, Inc. for sewer line cleaning, video inspection, and emergency response services

### 2. SUMMARY

The initial term of the contract was for three years, ending on June 30, 2025. The original contract has two one-year extensions available at the discretion of the City Council. On June 24, 2025, City Council approved the first extension, and staff recommends the second extension of the contract to Fiscal Year 2026-2027 (FY 27) for an amount not to exceed \$378,039.

### 3. RECOMMENDED ACTION

Approve the third amendment with Tunnelworks Services, Inc. in the amount of \$378,039 for sewer line cleaning, video inspection, and emergency response services; and authorize the Mayor and City Clerk to execute on behalf of the City.

### 4. FISCAL IMPACT

The expense for this amendment is \$378,039 and will be funded through Sewer (601):  
601-5301-87102- Street Improvements

### 5. STRATEGIC PLAN GOALS

Goal 5: Improve Infrastructure, Mobility, and Technology

### 6. DISCUSSION AND BACKGROUND

The City's Sanitary Sewer Management Plan requires routine cleaning and video inspection of the City's approximately 312 miles of sewer line to mitigate sewer overflows and maintain compliance with State Water Resource Control Board (SWRCB) Order No. 2006-0003-DWQ, Statewide General Waste Discharge Requirements for Sanitary Sewer System, and its Monitoring and Reporting Program (MRP) amendment WQ 2013-0058-EXEC.

Additionally, data collected from video inspections is used to identify infrastructure deficiencies and support planning for the Capital Improvement Program.

In June 2022, Tunnelworks Services, Inc. was awarded a competitively bid contract for sewer line cleaning, video inspection, and emergency response. The contract, identified as AGR-7380, had an initial three-year term valued at \$1,134,117, with provisions for two one-year extensions, each worth

\$378,039. The initial term expired on June 30, 2025. On June 24, 2025, the City Council approved the first extension. Staff recommends approval of the second and final optional extension.

In June 2023, the contract was amended to increase its capacity by \$29,940 to fund additional costs associated with sewer line cleaning and inspection. This increase brought the initial agreement amount to \$1,164,057. The second amendment, which will expire June 30, 2026, increased the contract total to \$1,542,096. The third and final amendment will increase the contract total to \$1,920,135.

## **7. ATTACHMENTS**

- Third Amendment to Contract with Tunnelworks Services, Inc.