



City Council Report

Date: December 1, 2014
To: City Council
Through: Alex Deshuk, Manager of Technology and Innovation
From: Edward Quedens, MPA, C.P.M., CPPO, Business Services Director
Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator
Subject: Dollar Limit Increase to the Term Contract for Bio-Solids Removal and Reuse Disposal Services for the Water Resources Department **(Citywide)**

Purpose and Recommendation

Council is requested to approve a dollar limit Increase to the Term Contract for Bio-Solids Removal and Re-Use Disposal Services as recommended.

Water Resources and Purchasing recommend authorizing a dollar limit increase of \$85,000.00, increasing the annual contract amount from \$300,000.00 to \$385,000.00 for this third year of the contract term.

Background / Discussion

On November 5, 2012, Council awarded the initial three-year contract to Terra Renewal West at \$300,000.00 annually, based on estimated requirements.

This contract provides for all materials, equipment and labor to load, transport and reuse/dispose of dewatered bio-solids from Mesa's Northwest and Greenfield Water Reclamation Plants. Loading and hauling are included therefore all bio-solids dewatered during the previous 24-hours are removed from the plant site daily. Sludge production at either plant may vary from 0 to 30 wet tons per day. The Northwest Plant produces approximately 25 wet tons per day and the Greenfield Plant produces approximately 30 wet tons per day.

During the past eleven months, GWRP has experienced a 9% (or 383 million gallon) increase in influent flow, and SEWRP has experienced a 10% increase in the amount of mixed sludge that is sent to the GWRP.

Water Resources has requested the increase for the third-year term, through 10/31/2015, for the additional sludge hauling costs coming from the GWRP, estimated at \$83,000.00 per year.

Alternatives

Council may choose not to authorize the increase and new bids will be obtained.

Fiscal Impact

The annual contract amount is funded by the Water Resources department operating budget through the Enterprise Funds, Wastewater Sub Fund and Greenfield WRP Joint Venture.

Coordinated With

Water Resources – Wastewater Utility and Purchasing

PURCHASING INFORMATION

Action: Dollar Limit Increase

Procurement Type: Request for Proposals

Solicitation Number: 2012193

Responses Received: Two

Contract Term (Third Year): 11/1/2014 through 10/31/2015

Proposal Evaluation Summary:

Elements / Points Possible	Terra Renewal Services, Inc. Richardson, TX	Synagro West, LLC Suisun City, CA
Qualifications / 300 points	223 points	226.5 points
Technical Approach / 400 points	291.5 points	291.5 points
Pricing / 300 points	300 points	262 points
Total Proposal Points / 1,000 points	<u>814.5 points</u>	780 points

DOLLAR LIMIT INCREASE RECOMMENDATION

Terra Renewal Services, Inc.
Richardson, TX

Description	
Removal and reuse/disposal of dewatered bio-solids from Mesa's Northwest and Greenfield Water Reclamation Plants per Terms and Conditions, Specifications and Pricing (current contract rate is \$14.49/wet ton)	
Original Award, November 5, 2012 (Current Limit)	\$300,000.00
Increase Request, December 1, 2014	<u>\$85,000.00</u>
New Annual Contract Amount (Third-Year, 11/1/2014 through 10/31/2015)	<u>\$385,000.00</u>