

City Council Report

Date: September 26, 2016

To: City Council

Through: Mike Kennington, Chief Financial Officer

From: Edward Quedens, MPA, C.P.M., CPPO, Business Services Director

Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator

Subject: One-Year Renewal of the Term Contract for Emergency Response, Non-

Emergency Response and Household Hazardous Waste Event Support for the Environmental Management and Sustainability Department (Citywide)

Purpose and Recommendation

Council is requested to approve the Renewal of the Term Contract for Emergency Response, Non- Emergency Response and Household Hazardous Waste Event Support as recommended.

The Environmental Management and Sustainability Department and Purchasing recommend authorizing the renewal with Kary Environmental Services, Inc. (a Mesa business); Environmental Response, Inc.; and Clean Harbors Environmental Services, Inc.; cumulatively not to exceed \$580,000.00 annually, based on estimated requirements.

Background / Discussion

This contract provides services for three Scopes of Work:

- Emergency response (ER), cleanup and disposal of unknown, hazardous and non-hazardous materials for the City of Mesa.
- Non-emergency response (NER), cleanup and disposal of unknown, hazardous and non-hazardous materials for the City of Mesa.
- On-site technical support, containerization, transport and disposal of materials collected at household hazardous waste (HHW) events.

On September 23, 2013, Council approved the initial three-year contract with two, one-year renewal options. This is the first, one-year renewal option with a one-year renewal option remaining.

The Environmental Management and Sustainability Department is currently working on a proposal for a permanent City household a waste (HHW) collection facility. This project is in the initial planning stage through the Engineering Department as Project CP0588. If the facility becomes a reality it would either significantly reduce or possibly eliminate the need for the HHW event support portion of this contract.

A one-year renewal will allow a decision to be made about constructing and operating a permanent HHW collection facility. The Department has established processes that are working well with the current contractors for three Scopes of Work. The HHW event

support is complex and the current contractor is performing well. This contract continues to be advantageous to the City and it is in the City's best interest to renew the contract.

Alternatives

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

Fiscal Impact

The annual contract of \$580,000 is used by several City Departments. The largest portions are funded in the Environmental Management and Sustainability Department operating budget: \$455,000.00 from the HHW portion of the Mesa Green and Clean Fee; and \$80,000.00 from the Environmental Compliance Fee. In addition, the Police Department spends approximately \$26,000.00 through the General Fund; Energy Resources spends approximately \$12,000.00 through the Enterprise Fund – Electric Sub Fund; and Fire & Medical may potentially spend the remaining amount of \$7,000.00 through the General Fund.

Coordinated With

Environmental Management and Sustainability, and Purchasing

PURCHASING INFORMATION

Action: Renewal

Procurement Type: Request for Proposals

Solicitation Number: 2014013

Vendors Registered on Bid List: 16 (including one Mesa vendor)

Advertising: Arizona Republic, Bid Net, Record Reporter, Purchasing Website

Downloads: 19

Protests Received: None

Initial Contract Term: Three Years (10/1/2013 through 9/30/2016)

Renewal Term: One-Year (10/1/2016 through 9/30/2017)

Possible Renewals: One-year renewals subject to future Council consideration

Prices: Future price increases are capped by the Consumer Price Index

Pricing Available to Other Cooperative Agencies: Yes

RENEWAL RECOMMENDATION

Description

Kary Environmental Services, Inc. - Mesa, AZ

<u>Primary Award</u> - Emergency Response to hazardous materials incidents and Non-Emergency pickups of hazardous materials from City facilities

Clean Harbors Environmental Services, Inc. - Norwell, MA

Primary Award - Household Hazardous Waste Event Support

Environmental Response, Inc. - Tempe, AZ

<u>Secondary Award</u> - Emergency Response to hazardous materials incidents and Non-Emergency pickups of hazardous materials from City facilities; and Household Hazardous Waste Event Support

Annual Contract Amount: \$580,000.00

(cumulatively not to exceed)

Proposal Scoring Results

Elements / Maximum Points Possible	Kary Environmental Services Inc.	Clean Harbors Environmental Services Inc.	Environmental Response Inc.	PSC Environmental Services LLC
Overall Completeness of Submittal (minimum of 70 points required to pass). No further evaluation if disqualified / 100 Points	89	91	80	77
Scope of Work for Emergency Response (minimum of 70 points required to qualify for this scope of work) / 100 Points	91	85	87	73
Scope of Work for Non-Emergency Response minimum of 70 points required to qualify for this scope of work) / 100 Points	79	62 Did Not Qualify	74	65 Did Not Qualify
Treatment/Disposal Site Compliance History/ 100 Points	87	65	87	76
Cost Score/ 100 Points	100	DNQ	94	DNQ
Total Score – Emergency Response and Non-Emergency Response Work	446 PRIMARY AWARD	DNQ	422 SECONDARY AWARD	DNQ
Overall Completeness of Submittal (minimum of 70 points required to pass). No further evaluation if disqualified / 100 Points	-	91	80	77
Scope of Work for Household Hazardous Waste Events (minimum of 70 points required to qualify for this scope of work) / 100 points.	No Bid	91	85	85
Treatment/Disposal Site Compliance History** / 100 Points	-	65	87	76
Cost Score / 100 Points	-	100	81	75
Total Score – Household Hazardous Waste Events Work	No Bid	347 PRIMARY AWARD	333 SECONDARY AWARD	313