



# City Council Report

**Date:** January 23, 2023  
**To:** City Council  
**Through:** Michael Kennington, Deputy City Manager/Chief Financial Officer  
**From:** Edward Quedens, Business Services Director  
Kristy Garcia, Procurement Administrator  
**Subject:** One-Year Term Contract with One-Year Renewal Options for Compressed Natural Gas (CNG) Station Operation and Maintenance Services for the Solid Waste Department **(Citywide)**

## Recommendation

Council is requested to approve the award as recommended.

The Solid Waste Department and Purchasing recommend authorizing the purchase using the Strategic Alliance for Volume Expenditures (S.A.V.E.)/City of Scottsdale cooperative contract with Clean Energy dba Clean Energy Fuels Corp. at \$235,000 annually, with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

## Background / Discussion

This contract will provide CNG station maintenance and repair services; an all-inclusive, maintenance service program to keep the City's CNG stations operating at its optimal level. Clean Energy has been delivering these comprehensive maintenance services to the City of Scottsdale since 2012, making them uniquely qualified and prepared to meet the City of Mesa's scope of work requirements.

The City of Scottsdale cooperative contract for CNG Station Maintenance is new. This contract has been competitively bid and meets the City of Mesa's procurement requirements. City of Scottsdale, along with Tucson and other cities in Arizona, used a prior contract with Clean Energy to maintain their CNG Stations at competitive prices. CNG station operation and maintenance are critical to the City's solid waste operations.

## Purchase Information

Action: Award  
Procurement Type: Cooperative Contract Use  
Contract Number: 2023102  
Contracting Agency/Contract Number: City of Scottsdale / #22RP044  
Local Consideration: Policy did not apply to this procurement method  
Protests Received: None  
Initial Contract Term: One Year  
Possible Renewals: Up to a maximum of four, one-year renewal options subject to the lead agency renewing the contract, and Administrative review and approval  
Funding Source: Solid Waste Department operating budget through the Enterprise Fund - Solid Waste Sub Fund