



City Council Report

Date: November 16, 2020
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
Matt Bauer, Procurement Administrator
Subject: Amendment and Contract Value Increase to the Term Contracts for Solid Waste Disposal, Recyclable Material Processing, and Vegetative Waste Processing Services as requested by the Environmental Management and Sustainability Department **(Citywide)**

Recommendation

Council is requested to approve the contract amendment as recommended.

The Environmental Management and Sustainability Department and Purchasing recommend authorizing a one-year renewal with United Fibers, LLC; and a contract dollar limit increase of \$325,000 for the agreement (includes all vendors and covers all Solid Waste Disposal, Recyclable Material Processing, and Vegetative Waste Processing Services); from \$9,105,000 to \$9,430,000 annually, based on estimated usage.

Background / Discussion

This contract provides multiple pre-qualified vendors for solid waste disposal, recyclable materials processing, and vegetative waste processing services for the City of Mesa, the Town of Gilbert, and City of Tempe.

During this year, Environmental Management and Sustainability Department has had changes to their operations and contracts. Transportation started an illegal dumping collection program, and the City has seen an increase to the barrel tonnage by approximately 8%. With all of the combined changes, the contract value increase of \$295,000 is necessary for the City's landfill and disposal costs.

United Fibers, LLC has agreed to renew the contract modifying some terms, conditions and pricing for processing recyclable materials which is allowable per specification. The City has been satisfied with the vendor's performance. This contract continues to be advantageous to the City and it is in the City's best interest to renew the contract. With the modification, it is necessary to increase the contract value by \$30,000.

Purchase Information

Action: Overall Contract Dollar-Limit Increase
One-Year Renewal (Amendment 6) with United Fibers, LLC
Procurement Type: Request for Proposals
Contract Number: 2013109

Original Council Award Date: 11/18/2013

Initial Contract Term: Three years

Possible Renewals: Varies by vendor agreement

Funding Source: Environmental Management and Sustainability operating budget through the Enterprise Fund, Solid Waste Sub Fund

Dollar Limit History

Term Contract for 2017 (Mesa Year 4):	\$7,325,000.00
Contract Dollar-Limit Increase 1/22/2018:	\$125,000.00
Vendor Renewal and Increase 9/17/2018:	\$400,000.00
Vendor Renewal and Increase 12/10/2018:	\$170,000.00
Contract Dollar-Limit Increase 1/28/2019:	\$230,000.00
Contract Dollar-Limit Increase 9/23/2019:	\$760,000.00
Contract Dollar-Limit Increase 3/2/2020:	<u>\$95,000.00</u>
Current Contract Value (through 2022):	\$9,105,000.00

Contract Amendment and Dollar-Limit Increase Request 11/16/2020	<u>\$325,000.00</u>
New Contract Value (through 2022):	<u>\$9,430,000.00</u>

Contract Vendors

- Salt River Commercial Landfill Company dba, Salt River Landfill
- Republic Services dba, Allied Waste Transportation, Inc.
- Allied Transfer Services of Arizona, LLC
- Allied Waste Transfer Services of Arizona, LLC
- Republic Services (formerly ReCommunity Holdings II, Inc.
- United Fibers, LLC
- Waste Technologies, LLC dba, Right Away Disposal