

AGENDA



Thursday, July 26, 2007

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION****Item No. 42**

Subject: Authorize award and execution of two 12-month requirements service contracts with CLEAN HARBORS ENVIRONMENTAL SERVICES, INC., LaPorte, TX, in an estimated amount not to exceed \$185,459, with three 12-month extension options in an estimated amount not to exceed \$185,459 per extension option, for a total estimated contract amount not to exceed \$741,836; and with VEOLIA ES TECHNICAL SOLUTIONS, Baytown, TX, in an estimated amount not to exceed \$96,038, with three 12-month extension options in an estimated amount not to exceed \$96,038 per extension option, for a total estimated contract amount not to exceed \$384,152, for the management and disposal of industrial hazardous and Class 1 non-hazardous waste.

Amount and Source of Funding: Funding in the amount of \$46,916 is available in Fiscal Year 2006-2007 Operating Budget of Austin Energy. Funding for the remaining 10 months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Martha L. Gaines, Buyer II (512) 322-6583

Purchasing Language: Only two bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9C of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

These contracts will provide services for the management and disposal of industrial hazardous and Class 1 non-hazardous waste generated by Austin Energy (AE). AE manages/occupies several facilities and work sites that generate hazardous and non-hazardous wastes. These wastes are typically generated during routine maintenance activities at power generation facilities, i.e., batteries, anti-freeze, freon, corrosive liquids, laboratory waste, mercury containing equipment, and paints.

In order to comply with federal, state, and local regulations, AE requires the services of waste management contractors, qualified and permitted to manage, transport, store, and dispose of industrial wastes.

MBE/WBE solicited: 0/0

MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Forty notices were sent. Two bids were received. There are no MBEs/WBEs available for these services.
- c. The pricing offered represents a 5% decrease from the last contract awards made in 2003. Both contractors hold the current contracts for these services.

APPROVAL JUSTIFICATION

- a. Only two bids received.

- b. Austin Energy concurs with the recommended award.
- c. Advertised on the Internet.