Thursday, August 30, 2007

Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 35

Subject: Authorize award and execution of a 36-month requirements service contract with ALLIED WASTE/BFI WASTE SYSTEMS, OF TEXAS, Austin, TX for the management and disposal of industrial Class 2 non-hazardous and special waste in an estimated amount not to exceed \$350,895, with one 36-month extension option in an estimated amount not to exceed \$350,895 per extension option, for a total estimated contract amount not to exceed \$701,790.

Amount and Source of Funding: Funding in the amount of \$9,747 is available in Fiscal Year 2006-2007 Operating Budget of Austin Energy. Funding for the remaining 35 months of the original contract period and extension option 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: Sole bid 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.

This contract will provide services for the management and disposal of industrial Class 2 and special non-hazardous wastes generated by Austin Energy (AE). AE manages/occupies several facilities and work sites that generate non-hazardous liquid and solid wastes, generally through routine maintenance activities. Waste includes items such as weathered utility poles, contaminated soil from transformers, and construction/demolition debris.

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

MBE/WBE solicited: 9/6 MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Sole bid. There are very limited resources for these type services. This solicitation was re-bid to give the previous contractor, Waste Management Services, Inc., who held the last 4-year contract, an opportunity to submit a bid. However, it did not submit a bid.
- b. Forty notices were sent. There are no known MBE/WBEs available for these services. One bid received.
- c. The pricing offered represents no increase to the interim contract award made in April 2007. Allied Waste is the current contractor for these services.

APPROVAL JUSTIFICATION

- a. Sole bid received.
- b. The Purchasing Office concurs with Austin Energy's recommended award.

c. Advertised on the Internet.