

**AGENDA**



**Recommendation for Council Action (Purchasing)**

<b>Austin City Council</b>	<b>Item ID:</b>	44971	<b>Agenda Number</b>	9.
<b>Meeting Date:</b>	May 21, 2015			
<b>Department:</b>	Purchasing			
<b>Subject</b>				
Authorize award and execution of a 60-month service contract with TEXAS DISPOSAL SYSTEMS, INC., or another qualified offeror to Request for Proposal No. PAX0120, to provide total waste management services for the Aviation Department in an amount not to exceed \$6,450,000, with two 36-month extension options in an amount not to exceed \$4,200,000 per option, for a total contract amount not to exceed \$14,850,000.				
<b>Amount and Source of Funding</b>				
Funding in the amount of \$65,000 is available in the Fiscal Year 2014-2015 Operating Budget of Aviation Departments. Funding for the remaining 57-months of the original contract period and extension options are contingent upon available funding in future budgets.				
<b>Fiscal Note</b>				
There is no unanticipated fiscal impact. A fiscal note is not required.				
<b>Purchasing Language:</b>	Best evaluated proposal of two proposals received for total waste management. Current contract expires September 30, 2015.			
<b>Prior Council Action:</b>	[Redacted]			
<b>For More Information:</b>	Sai Xoomsai, Senior Buyer Specialist, 512-972-4016			
<b>Boards and Commission Action:</b>	May 12, 2015 – Approved by the Austin Airport Advisory Commission on a 7-0 vote. May 13, 2015 – Approved by the Zero Waste Advisory Commission on a 6-0 vote with Commissioner Paine absent.			
<b>Related Items:</b>	[Redacted]			
<b>MBE / WBE:</b>	This contract will be awarded in compliance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program. No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.			

Additional Backup Information

The contract will provide for total waste management services to include all waste, recycle, and compost collection services at the Barbara Jordan Terminal Facility and Department of Aviation (DOA) locations at Austin-Bergstrom International Airport (ABIA). The intent of this new contract is to improve the airport's waste diversion in support of the City's zero waste goal. Services requested under this contract will assist ABIA and its business partners with Universal Recycling Ordinance (City of Austin Code Ch. 15-6) compliance, while embracing core principals outlined in Austin's comprehensive plan, Imagine Austin.

Services include all personnel and equipment necessary to collect, transport, transfer, compact and dispose of waste, recyclables, and compostables generated from terminal building operations and inbound domestic aircraft, and DOA operations. In addition, this contract will provide for profiling, packaging, collection and disposal services for regulated waste generated from DOA operations. Regulated waste includes hazardous waste, industrial waste, and special waste, for example, that is regulated by the Texas Commission on Environmental Quality. Contracted services also include an annual terminal waste and recycle sort, collection area clean-up activities, monthly waste diversion and equipment inventory reporting, equipment maintenance, and consultation services to improve waste diversion at Austin's primary commercial airport.

Upon contract execution, the contractor will obtain ABIA badges (background check and security training), obtain and install equipment, and train employees to provide services needed immediately. Immediate services include waste and recycling collection and related services at the terminal and landside DOA locations, and disposal of any regulated waste. Within six months the contractor will perform a waste and recycle sort report. Within six months of contract execution, the contractor will assist in establishing a composting program. The program will require evaluation and consulting services to establish and implement the program, as well as equipment and collection, disposal, clean-up, and reporting services. ABIA is in the design phase for a terminal and apron expansion project which will add additional gates and approximately 70,000 square feet to the terminal. The anticipated completion year is 2017. At that time, the contractor will need to provide additional equipment and collection services for the expanded area.

The scope of work was reviewed and approved by the Director of Austin Resource Recovery (ARR). The proposals were evaluated by a team comprised of individuals from ABIA and ARR with expertise in waste, recycle, and compost collection services. The panel members recommended Texas Disposal Systems, Inc. as the best proposer based on: program plan, concept and solutions, background, qualification, and prior experience, cost, and equipment offers.

This request allows for the development of an agreement with a qualified offeror that Council selects. If the City is unsuccessful in negotiating a satisfactory agreement with the selected offeror, negotiations will cease with that provider. Staff will return to Council so that Council may select another qualified offeror and authorize contract negotiations with that provider.

This contract will replace the current contract for waste and recycle services which will expire September 30, 2015, with no contract extension options remaining. Therefore, the timely execution of this contract is critical to airport operations. Adequate time is needed to transition to a new contractor. In addition, time is needed for the contractor to obtain and install equipment. Terminal operations generate approximately six tons of waste and one ton of recyclables daily, seven days per week and 24 hours per day. Service interruptions can greatly impact airport operations and create unacceptable safety hazards for airport employees and passengers. Waste and recyclables that back up onto the terminal apron create an aircraft hazard as these materials can be ingested into a jet engine; this is an unacceptable risk for the City.

MBE/WBE solicited: 24/23

MBE/WBE: proposal 0/0

**PRICE ANALYSIS**

- a. Adequate competition.
- b. 601 notices were sent, including 24 MBEs and 23 WBEs. Two proposals were received, with no response from the MBEs/WBEs.

**APPROVAL JUSTIFICATION**

- a. Best evaluated proposal received.
- b. The Purchasing Office recommends contract award consistent with the findings of the evaluation committee.
- c. Advertised in the Austin American Statesman and on the Internet.