

RESOLUTION NO. 18-091

A RESOLUTION AWARDING RFP NUMBER 2018-053 AND AUTHORIZING THE MAYOR TO ENTER INTO A CONTACT FOR SOLID WASTE MANAGEMENT SERVICES; AND PROVIDING THAT THIS RESOLUTION SHALL BECOME EFFECTIVE FROM AND AFTER ITS PASSAGE AND ADOPTION.

WHEREAS, Request for Proposals (RFP) No. 2018-053 was advertised in the Galveston Daily Newspaper on June 11, 2018; and

WHEREAS, the proposals were opened August 6, 2018 at 3:00 p.m.; and

WHEREAS, the lowest bid meeting all specifications was received from Waste Connections, Inc., Arlington, Texas.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF TEXAS CITY, TEXAS:

SECTION 1: That the City Commission hereby accepts the contract by Waste Connections, Inc. for RFP No. 2018-053 Solid Waste Management Services.

SECTION 2: That the Mayor is hereby authorized to enter into a contract with Waste Connections, Inc for the respective unit price bids in **Exhibit "A"**, as attached hereto and incorporated herein for all intents and purposes.

SECTION 3: That this Resolution shall be in full force and effect from and after its passage and adoption.


PASSED AND ADOPTED this 5th day of September 2018.


Matthew T. Doyle, Mayor
City of Texas City, Texas

ATTEST:


James M. Hartshorn
City Secretary

APPROVED AS TO FORM:


Russell F. Plackemeier
City Attorney

Memo

To: Tom Kessler – Public Works Director
From: Mike Stump – Solid Waste Manager
Date: August 27, 2018
Re: Solid Waste Management Services

Tom,

Unfortunately, all of the bids submitted contained sharp price increases compared to what we are currently paying. Due to international demand issues (China's green curtain) curbside recycling is cost prohibitive at this time.

Residential rates –

Twice per week collection (current service)

Company	With Recycling	Without Recycling	Commercial rates*
Republic	\$26.50	\$16.50	\$137,733.61
Waste Connections	Did not bid	\$21.75	\$124,928.00
Waste Management	Did not bid	Did not bid	\$192,712.56

Twice per week collection with a 96 gallon cart

Company	With Recycling	Without Recycling	Commercial rates*
Waste Connections	Did not bid	\$14.75	\$124,928.00
Republic	Did not bid	Did not bid	\$137,733.61
Waste Management	\$21.24	\$17.24	\$192,712.56

* Commercial rates – based on the data provided in the RFP for the monthly dollar amount billed for container (dumpster) service in Texas City.

Based on the results of RFP #2018-053 for Solid Waste Management Services. I recommend awarding the contract to Waste Connections Inc. for twice per week 96 gallon cart service. WCI is low on both commercial and residential cart service. Based on my experience and in speaking with some of the cities they service, I am optimistic that they will provide better service.

City of Texas City

SOLID WASTE MANAGEMENT SERVICES

BID #2018-053

This memo of understanding forms part of the Contract Documents, and modifies the original specifications, drawings addenda and exceptions as noted below. Unaltered provisions and drawings of the Contract Documents shall remain in effect. Acknowledge receipt of the Addendum in space provided on the bid form. Failure to do so may subject the bidder to disqualification.

Section 1140 shall be amended to the following.

Rates adjustments will be considered by the City no more than once per year during the life of the contract. Base rate adjustments will be considered during a period beginning thirty (30) days before each anniversary of the contract with the new rate to be based on CPI-U, US City Average, All Items Less Food and Energy applied to 90% of the rate effective for the succeeding year, limited to a maximum of 2% per year.

Fuel cost adjustments will be considered by the City no more than once per year during the life of the contract. Fuel cost rate adjustments will be considered during a period beginning thirty (30) days before each anniversary of the contract. The new rate is to be based on the change in the 12 month fuel cost as reported by the U.S. Energy Information Administration - Weekly Retail On-Highway Diesel Prices - Gulf Coast the week prior submitting a fuel cost adjustment request is submitted posted, applied to 10% of the rate.

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Contractor must receive approval from the City in order to increase the base rates, which approval shall not be unreasonably withheld.

In addition the Contractor may petition the City Commission for adjustments to adjust the base rate for the reasonable costs to Contractor due to elimination of services provided by City, any new taxes, fees, and surcharges required or imposed solely by federal or state law, regulation, rule, permit, or permit condition, that was not imposed because of the action or inaction of the Contractor or other contingencies beyond the Contractor's reasonable control.

The City does not accept the exception listed below

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Exceptions to Request for Proposal

(10) Contractor takes exception to the following provisions of the "Compensation" section of the RFP.

b. Section 1110 – "Deductions of Liquidated Damages" shall be deleted in its entirety.

Section 1110 – Deductions of Liquidated Damages will remain in its entirety.

Contractor's initials _____