

AGENDA MEMORANDUM Action Item for the City Council Meeting September 20, 2022

DATE: September 20, 2022

TO: Peter Zanoni, City Manager

FROM: David Lehfeldt, Director of Solid Waste Services <u>DavidL3@cctexas.com</u> (361) 826-3042

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## Pressure Washing of Heavy Equipment for Solid Waste Services

## CAPTION:

Motion authorizing a four-year service agreement with Juan C. Valdez, an individual doing business as Kingdom Sower's, of Corpus Christi, in an amount not to exceed \$163,440 for pressure washing heavy equipment at the J.C. Elliott Transfer Station, with FY 2022 funding of \$3,405 from the General Fund.

## SUMMARY:

This motion authorizes services that will be utilized by Solid Waste Services for pressure washing of heavy equipment at the JC Elliott Transfer Station in an amount not to exceed \$163,440.

## **BACKGROUND AND FINDINGS:**

The Contractor will provide pressure washing services and is responsible for furnishing all equipment, material, and labor to adequately clean all the heavy equipment such as tractors, loaders, haul trucks, dump trucks, and other equipment on a rotating basis. The equipment is for the transfer station operations, landfill maintenance, graffiti removal and compliance.

## PROCUREMENT DETAIL:

The Contracts and Procurement division conducted a competitive Request for Bid process to obtain bids for new long-term contracts. The City received a total of two bids and is recommending award to the lowest responsive, responsible bidder, Juan C. Valdez, doing business as Kingdom Sower's. The recommendation is to award the agreement to the incumbent with a total value increase of approximately 46%. The price increase comes from the increased number of

equipment to be serviced in comparison to the previous contract, and the cost of inflation that has risen prices for goods and services across the board.

The incumbent has maintained a satisfactory level of service through their most recent three-year contract. Staff is confident in the bidder's work and is recommending award.

## ALTERNATIVES:

Purchase and maintain pressure washing equipment and add staff above and beyond current levels to perform service at an increased cost.

## FISCAL IMPACT:

The fiscal impact to for FY 2022 is in the amount of \$3,405. The annual cost is not to exceed \$40,860. The total not-to-exceed amount through the four-year agreement is \$163,440.

## **FUNDING DETAIL:**

Fund:	1020
Organization/Activity:	12506
Mission Element:	033
Account:	520130
Amount:	\$821.67
Fund:	1020
Organization/Activity:	12504
Mission Element:	033
Account:	520130
Amount:	\$455.00
Fund:	1020
Organization/Activity:	12514
Mission Element:	032
Account:	520130
Amount:	\$60.00
Fund:	1020
Organization/Activity:	13870
Mission Element:	032
Account:	520130
Amount:	\$2,068.33

## **RECOMMENDATION:**

Staff recommends approval of this motion authorizing a four-year service agreement with Juan C. Valdez, an individual doing business as Kingdom Sower's, for the pressure washing of heavy equipment.

# LIST OF SUPPORTING DOCUMENTS:

Bid Tabulation Service Agreement