

PROCUREMENT SUMMARY

LIQUID WASTE REMOVAL SERVICES / OP31203099

1.	Contract Number: OP31203099		
2.	Contractor: Hazardous Technologies, Inc.		
3.	Mod. Work Description: Exercise Option Years 1 and 2		
4.	Contract Work Description: Removal, transportation, and disposal of liquid hazardous and non-hazardous waste from Metro clarifiers, sump pits, trenches, hoists, water/oil separators, waste fuel tanks, storage tanks and caustic tanks located at Metro facilities.		
5.	The following data is current as of: September 14, 2016		
6.	Contract Completion Status		Financial Status
	Contract Awarded:	9/19/13	Contract Award Amount: \$2,434,400
	Notice to Proceed (NTP):	N/A	Total of Modifications Approved: \$0
	Original Complete Date:	10/31/16	Pending Modifications (including this action): \$1,617,800
	Current Est. Complete Date:	10/31/18	Current Contract Value (with this action): \$4,052,200
7.	Contract Administrator: Aielyn Dumaua		Telephone Number: (213) 922-7320
8.	Project Manager: James Jimenez		Telephone Number: (213) 922-5870

A. Procurement Background

This Board Action is to approve Contract Modification No. 1 issued to continue the removal, transportation, and disposal of liquid hazardous and non-hazardous waste from Metro clarifiers, sump pits, trenches, hoists, water/oil separators, waste fuel tanks, storage tanks and caustic tanks located at Metro facilities by exercising Option Years 1 and 2.

This Contract Modification will be processed in accordance with Metro's Acquisition Policy and the contract type is a firm fixed unit rate.

On September 19, 2013, the Board approved a five-year contract, inclusive of two, one-year options, to Hazardous Technologies, Inc., the lowest, responsive and responsible bidder, to provide liquid waste disposal services throughout Metro facilities. The original contract award amount is \$2,434,400 for the three-year base period, \$801,300 for the first option year (November 1, 2016 through October 31, 2017) and \$816,500 for the second option year (November 1, 2017 through October 31, 2018).

(Refer to Attachment B – Contract Modification/Change Order Log)

B. Cost/Price Analysis

The recommended price for the option years has been determined to be fair and reasonable based upon rates that were established and evaluated as part of the competitive contract award. The negotiated rates for the Option Years increased by an average of 1.2%, which is lower than the 2.7% reported Employment Cost Index of the Bureau of Labor and Statistics for waste management and remediation services for the 12-month period ending June 2016. Therefore, exercising the options is in the best interest of Metro. The Contract was a result of a competitive IFB in which the option years were evaluated and award was made to the lowest responsive, responsible bidder.

	OPTION YEAR AMOUNT	METRO ICE	MODIFICATION AMOUNT
1	\$1,617,800	\$1,617,800	\$1,617,800