

Agenda Report

July 25, 2011

TO: Honorable Mayor and City Council

FROM: Water and Power Department

SUBJECT: AUTHORIZATION TO ENTER INTO A CONTRACT WITH OCEAN BLUE ENVIRONMENTAL SERVICES, INC. FOR PROVIDING HAZARDOUS WASTE MANAGEMENT AND EMERGENCY RESPONSE SERVICES FOR BROADWAY, GLENARM, AND AZUSA POWER PLANTS.

RECOMMENDATION:

It is recommended that the City Council:

1. Find that the authorization to enter into a contract with Ocean Blue Environmental Services, Inc. is exempt from the California Environmental Quality Act (CEQA) pursuant to Title 14, Chapter 3, Section 15301, Class 1, (b) Existing Facilities;
2. Authorize the City Manager to enter into a contract with Ocean Blue Environmental Services, Inc. for providing Hazardous Waste Management and Emergency Response Services for Broadway, Glenarm, and Azusa Power Plants for an amount not-to-exceed \$250,000 for a period of five years with two optional one-year extensions for not-to-exceed \$50,000 each, subject to the approval of the City Manager; and
3. Find that the proposed contract is exempt from competitive bidding pursuant to City Charter Section 1002 (f), contracts for professional or unique services.

BACKGROUND:

During normal course of operations the Broadway, Glenarm, and Azusa Power Plants generate various hazardous and non-hazardous wastes on a routine basis. These wastes are stored at and disposed of off-site from the plant sites. The routinely generated wastes include absorbents, rugs and water contaminated with oil, waste paints and lubricants, oil filters, soapy water, waste batteries, waste that contains asbestos, unused and expired chemicals, empty drums, cooling tower and tank bottom

sludge, and oil drained from electrical equipment with varying concentrations of polychlorinated biphenyls (PCBs).

The proposed contract will provide for hazardous waste management services on an as-needed basis and includes labor, equipment, transportation, and associated documentation needed for the proper and legal disposal of hazardous wastes in compliance with applicable Federal and State of California Laws and Regulations. Additionally the proposed contract will provide occasional site remediation and clean up, and emergency response services on a 24-hour basis in the event of any hazardous materials spills.

A Request for Proposal (RFP) was issued on April 15, 2011 seeking a qualified firm to provide above services on an as-needed basis. The RFP was distributed to sixteen prospective bidders and eight provided responses. The proposals received were independently evaluated by five City staff members based on the criteria stated in the RFP. The outcome of the evaluation is as follows:

<u>Bidder</u>	<u>Evaluated Score</u>
Ocean Blue Environmental Services, Long Beach, CA	84
PSC Environmental Services, Pomona, CA	75
Patriot Environmental Services, Wilmington, CA	73
Veolia Environmental Services, Azusa, CA	66
HCI Environmental & Engineering, Corona, CA	60
West Coast Environmental Solutions, Long Beach, CA	59
Clean Harbors, Compton, CA	58
United Pumping Services, City of Industry, CA	55

Ocean Blue Environmental Services, Inc. met the requirements of the RFP, received the highest evaluated score, and is therefore recommended for award of the proposed contract. The duration of the proposed contract shall be five years, or until spending the not-to exceed budget amount of \$250,000, whichever occurs first. The proposed contract has optional two one-year extensions for not-to-exceed \$50,000 each, subject to the approval of the City Manager.

COUNCIL POLICY CONSIDERATION:

The proposed contract supports the City Council's Strategic Goal to effectively manage and improve infrastructure to deliver reliable water and power services.

ENVIRONMENTAL ANALYSIS:

The proposed contract has been determined to be exempt from CEQA per Section 15301, Existing Facilities, which allows for the operation, repair and maintenance etc. of existing private and public facilities that involve negligible or no expansion of the use.

The continued hazardous waste management and emergency response services are needed for uninterrupted operation and maintenance of the power plants and does not require any expansion of the facility.

FISCAL IMPACT:

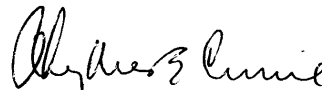
The cost of this action will be \$250,000. Funding for this action will be addressed by the utilization of existing budgeted appropriations in the Power Operating Fund 401, accounts 8114-401-841200-0549, 8114-401-841200-0506, and 8114-401-841200-0535. It is anticipated that \$50,000 will be spent during the 2012 fiscal year.

The following table presents a contract summary.

Contract Amount	\$250,000
Contingency	0
Total Fiscal Impact	\$250,000

There is no anticipated impact to other operational programs or capital projects as a result of this action.

Respectfully submitted,



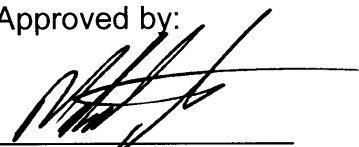
PHYLLIS E. CURRIE
General Manager
Water and Power Department

Prepared by:



Wes Stengel
Associate Engineer
Power Supply Business Unit

Approved by:



MICHAEL J. BECK
City Manager

Disclosure Pursuant to the
City of Pasadena Taxpayer Protection Amendment
Pasadena City Charter, Article XVII

Contractor/Organization hereby discloses its trustees, directors, partners, officers, and those with more than 10% equity, participation, or revenue interest in Contractor/Organization, as follows:

(If printing, please print legibly. Use additional sheets as necessary.)

1. Contractor/Organization Name:

Ocean Blue Environmental Services

2. Type of Entity:

non-government nonprofit 501(c)(3), (4), or (6)

3. Name(s) of trustees, directors, partners, officers of Contractor/Organization:

Maria C. Lee - CEO

Ron Dase - President

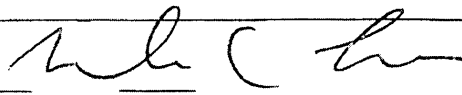
Maanhu Lee - CFO/VP

4. Names of those with more than a 10% equity, participation or revenue interest in Contractor/Organization:

Maria C. Lee - 51% ownership

Ron Dase - 49% ownership

Prepared by:

Maanhu Lee 

Title:

CFO / VP

Phone:

(562) 624-4120

Date:

5/24/11