



City of Arts & Innovation

City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL **DATE: JUNE 7, 2016**

FROM: FINANCE DEPARTMENT **WARD: ALL**

SUBJECT: FIRST AMENDMENT TO THE PROFESSIONAL SERVICES AGREEMENT WITH STERICYCLE ENVIRONMENTAL SOLUTIONS, INC, A SUCCESSOR IN INTEREST TO DOUBLE BARREL ENVIRONMENTAL SERVICES, INC. FOR HAZARDOUS WASTE TRANSPORTATION AND DISPOSAL SERVICES TO INCREASE THE CONTRACT BY \$50,000 FOR FISCAL YEAR 2015/16

ISSUE:

The issue before the City Council is to approve the First Amendment to the Professional Services Agreement with Stericycle Environmental Solutions, Inc., a successor in interest to Double Barrel Environmental Services, Inc. and to increase the annual not-to-exceed amount for the City's Hazardous Waste Transportation and Disposal Services contract by \$50,000 for a total of \$300,000 for the 2015/16 fiscal year only, ending June 30, 2016.

RECOMMENDATIONS:

That the City Council:

1. Authorize the First Amendment to the Agreement with Stericycle Environmental Solutions, Inc., as successor in interest to Double Barrel Environmental Services, LLC, to add \$50,000 to the current contract for a new not-to-exceed total amount of \$300,000 for unexpected hazardous waste remediation expenses for Fiscal Year 2015-16; and
2. Authorize the City Manager, or his designee, to execute the First Amendment to the Professional Services Agreement with Stericycle Environmental Solutions, Inc., as successor in interest to Double Barrel Environmental Services, LLC, including making minor and non-substantive changes.

BACKGROUND:

On May 16, 2014, the City Council authorized a professional consultant services agreement ("Agreement") with Double Barrel Environmental Service, Inc., for the transportation and disposal of hazardous materials that is set to expire on June 30, 2019. On September 8, 2015, Double Barrel Environmental Service, Inc. was acquired by Stericycle Environmental Solutions, Inc.

The City, in the course of day-to-day operations generates a constant and fairly predictable amount of hazardous waste. Such waste include, but is not limited to, used motor oil, paints, pesticides, and other materials typical to the City's operation. Additional hazardous waste is collected through response by the Fire Department's Hazardous Material Response Team and may include the spill of fuel from vehicle accidents and other materials that are flammable, explosive, or pose an immediate health or environmental hazard. The Public Works Department also makes roadside collections of illegally dumped waste materials in accordance with a mandate from the County of Riverside. The amounts and types of such materials are unpredictable.

The City has experienced unexpected hazardous remediation expenses in the first half of the current fiscal year, which has resulted in total expenditures exceeding the authorized amount of \$250,000; as such, additional funds need to be authorized.

FISCAL IMPACT:

Sufficient funds are available in the Liability Insurance Trust Fund Account 2320200 – 421000 to provide the funds needed to award this appropriation increase.

Prepared by: Art Torres, Purchasing & Risk Manager

Certified as to
availability of funds: Scott G Miller, Interim Finance Director/Treasurer
Approved by: Marianna Marysheva-Martinez, Assistant City Manager
Approved as to form: Gary G. Geuss, City Attorney

Attachment: First Amendment to the Professional Services Agreement