

EXECUTIVE SUMMARY

- TO: Patti MCLauchlin, City Manager Todd Stoughton, Asst. City Manager
- FROM: John Paul Castro, Utilities Director
- DATE: February 1, 2022

SUBJECT: Awarding the Bid of Marino Construction Group in Response to ITB 21-010 City of Key West Oil and Gas Waste Stations project.

Action Statement:

This is a request to award the low bid for ITB 21-010 from Marino Construction Group in the amount of \$646,674.73 for the City of Key West Oil and Gas Waste Stations project.

Background:

The City currently has small structures built over oil recycle tanks. The structures are old, not up to current code, and only big enough for a small tank and some oil rag cans. The City employed Stantec to design updated recycling stations to accommodate the collection and disposal of used oil and old gasoline.

Purpose and Justification:

The City imposes impact fees when new projects or expanding uses come through the building department. Those impact fees are for the expansion of the City's solid waste utility.

The proper disposal of oil and gas are extremely important to the fragile ecosystem of Key West. Creating locations for citizens to take these hazardous liquids is essential to ensuring that they are disposed of in an environmentally safe way.

The Utilities department would like to create 3 new structures to facilitate the disposal of oil and gas waste, currently only oil is available for disposal. The 3 facilities will be located at Key West Bight, Garrison Bight, and the Transfer Station on Rockland Key.

Key to the Caribbean – Average yearly temperature 77° F.

The new facilities will be cleaner, safer, and provide more options and availability for citizens to safely and conveniently dispose of old oil and gasoline. This will help ensure that hazardous oil and old gasoline get disposed of properly and also eliminate fire hazards on personal properties.

This project is in conjunction with the City's Strategic Plan; Priority 4/Goal 5/ Action 7; **ENVIRONMENTAL PROTECTION, Clean Marinas**: Work with all private marinas, boatyards and retailers in Key West to join the FDEP's Clean Marina/Boatyard/Retailer program and achieve the designated status.

Financial Impact:

Project SW34061801 5346500 has a budget of \$483,771.00 leaving a shortfall of \$162,903.73. This project qualifies for use of solid waste impact fees. At the end of FY21 the account holding deferred revenue solid waste impact fees had a balance of \$184,835.31. A budget adjustment from Solid Waste impact fee revenue 403-0-324XXX to solid waste/transfer station/CIP account 403-3406-534-6500 of \$162,903.73 will be required to utilize the current qualifying impact fees and fully fund the project.

Recommendation:

Staff recommends awarding the bid to Marino Construction Group in the amount of \$646,674.73.