

FIRST AMENDMENT TO CONSULTANT SERVICES AGREEMENT WITH SCS ENGINEERS FOR LANDFILL GAS SYSTEM OPERATIONS, MAINTENANCE, AND GAS SUPPLY SERVICES AT THE MIRAMAR LANDFILL

This First Amendment to the Consultant Services Agreement between the City of San Diego (City) and SCS Engineers (SCS) dated August 17, 2017 for Interim Landfill Gas System Operations, Maintenance, and Gas Supply Services at the Miramar Landfill (First Amendment) is made and entered into by and between the City and SCS (Contractor), also referred to individually as "Party" and collectively as the "Parties."

RECITALS

1. City issued request for proposal on a sole source basis and accepted SCS Engineer's proposal, resulting in a contract between the City and Contractor (Contract) that was approved by City Council Resolution R-311925 on August 3, 2018. The Contract is comprised of the scope of services, the successful proposal and the City's General Contract Terms and Provisions.

2. Resolution R-311925 recited the circumstances and purposes underlying the Contract, the background being that the Miramar Landfill gas collection system was owned and operated by NEO San Diego, LLC from 1998 through 2018, and that the City was in the process of soliciting for a new long term agreement for the operation and maintenance of the gas collection system together with an agreement to increase the capacity of landfill gas fueled electric generation.

3. The Contract is intended as an interim services agreement to bridge the period between the end of NEO San Diego's ownership of the gas collection system and the time that a new long term operator is contracted through the competitive solicitation which is ongoing.

4. At the time the Contract was entered in August of 2018 the gas collection system was still under the ownership of NEO San Diego and the City had not had the opportunity to fully assess its condition; after the City assumed ownership of the system on January 1, 2019 it became more fully aware of its condition.

5. Substantial Additional Services have been required under the Contract in 2019 to address issues with the landfill gas collection system that were discovered after City assumed its ownership, and these Additional Services have depleted budgetary allocations that were made for routine operation and maintenance.

6. The solicitation schedule for the future long term operation and maintenance services for the gas collection system and for expanded electric generating capacity has been extended, thus requiring extension of the interim operations and maintenance Contract.

Contract Amendment Effective: October 13, 2014 OCA Document No. 861155 3

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San Diego, California

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7. Contract Section 2.1 provides a Term of two years beginning July 1, 2018, plus three one year options which may be invoked at City in City's sole discretion.

8. Due to the extension of the solicitation schedule for the future long term operations and maintenance of the gas collection system the City desires to invoke its option to extend the contract for an additional year, with such one year extension commencing July 1, 2020.

2. The Contract may be amended by written agreement executed by duly authorized representatives of both Parties.

3. The Parties wish to amend the Contract to provide additional funding in an amount not to exceed \$2,500,000, to cover Additional Services that are required beyond routine maintenance and the costs of an additional year of interim operation and maintenance services, bringing the total contract value to \$4,500,000.

TERMS

1. The City hereby invokes its option under Section 2.1 to extend the Contract for one additional year commencing on July 1, 2020 and extending to June 30, 2021. All terms of the Contract shall apply during this one year extension. By invoking this option to extend the Contract for one additional year the City retains the right under Section 2.1 for two additional one year options after June 30, 2021.

2. Section 3.1 of the Contract is revised in its entirety to read as follows:

3.1 Amount of Compensation. City shall pay Consultant for performance of all Services rendered in accordance with this Agreement in an amount not to exceed \$4,500,000.

2. This First Amendment will be effective when signed by both parties and approved by the City Attorney in accordance with Charter section 40.

3. All provisions of the Agreement not addressed in this First Amendment remain in full force and effect.

Contract Amendment Effective: October 13, 2014 OCA Document No. 861155 3 IN WITNESS WHEREOF, this First Amendment is executed by City and Contractor acting by and through their authorized officers.

SCS Engineers By: Name: Curtis Jane

Title: Sr. VP and CFO

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Date: Sept. 26, 2019

City of San Diego By: Name: 2 ELA Title: Deau -==== Date: p 241

Approved as to form this $\frac{3}{2}$ day of January , 20**2_O**

MARA W. ELLIOTT, City Attorney

By:

Deputy City Attorney

FREDERICK M. ORTLIEB Print Name

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(R-2020-123)

ITEM# 102

12/10/19

RESOLUTION NUMBER R- 312759

DATE OF FINAL PASSAGE DEC 1 2 2019

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO AUTHORIZING THE FIRST AMENDMENT TO AGREEMENT WITH SCS ENGINEERS FOR INTERIM OPERATIONS AND MAINTENANCE SERVICES FOR MIRAMAR LANDFILL GAS COLLECTION SYSTEM.

WHEREAS, the City operates the Miramar Landfill pursuant to a lease with the United States Department of the Navy (Navy), and has responsibilities associated with controlling methane gas created by landfilling operations (Landfill Gas); and

WHEREAS, in 1998, the rights to the Landfill Gas were subleased by the City to NEO San Diego, LLC for twenty years, and the City assumed responsibility for the Landfill Gas collection system on January 1, 2019; and

WHEREAS, the City is conducting a solicitation for a new long term agreement for the operation of the Landfill Gas collection system in conjunction with the development of new electric generating capacity for Pure Water Program treatment facilities; and

WHEREAS, on July 31, 2018, the City and SCS Engineers (Consultant) entered into an Agreement, on file in the Office of the City Clerk as Document No. RR-311925, to provide interim Landfill Gas collection system operation and maintenance services while the solicitation for a long term private operator is pending; and

WHEREAS, the solicitation for the next long term operating agreement has been extended; and

WHEREAS, after the City assumed ownership of the gas collection system at the end of NEO San Diego's term it was discovered that certain repairs and improvements were needed; and

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WHEREAS, the City desires to execute the First Amendment to the Agreement to provide additional funding in an amount not to exceed \$2,5000,000, bringing the total contract value to \$4,500,000, for the Consultant to operate the gas collection system until the long term agreement solicitation is complete, and to complete ongoing Agreement tasks that are necessary to maintain regulatory compliance; NOW, THEREFORE,

BE IT RESOLVED, by the City Council of the City of San Diego as follows:

1. That the Mayor, or his designee, is authorized to execute, for and behalf of the City, the First Amendment to the Agreement with SCS Engineers, Inc., to provide additional interim operations, maintenance, and gas supply services as the Miramar Landfill, in an amount not to exceed \$2,500,000 bringing the total contract value to \$4,500,000, under the terms and conditions set forth in the First Amendment to the Agreement, on file in the Office of the City Clerk as Document No. RR-______312759

2. That the Chief Financial Officer is authorized to appropriate and expend an amount not to exceed \$2,500,000 from Refuse Disposal Enterprise Fund Nos. 700039 and 700040 for interim operations, maintenance, and gas supply services at the Miramar Landfill, contingent upon Council approval of the Annual Appropriation Ordinance for the applicable fiscal year and upon the Chief Financial Officer first furnishing one or more certificates certifying that funds are, or will be, on deposit with the City Treasurer.

APPROVED: MARA W. ELLIOTT, City Attorney

By

Frederick M. Ortlieb Deputy City Attorney

FMO:als 09/17/2019 Or.Dept: ESD Doc. No.: 2169225

eeting of	DEÇ 1 0 2019	ssed by the Council of the City of San Diego, at t			
	•	ELIZABETH S. MALAND City Clerk			
oproved:	12/12/19 (date)	By A Reac Deputy City Clerk Third Clerk			
etoed:		KEVIN L. FAULCONER, Mayor			
	(date)	KEVIN L. FAULCONER, Mayor			

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Passed by the Council of The City	of San Diego	on <u>DEĈ</u>	1 0 2019	, by the foll	owing vote:
Councilmembers Barbara Bry Jennifer Campbell Chris Ward Monica Montgomery Mark Kersey Chris Cate Scott Sherman Vivian Moreno Georgette Gómez	Yeas ZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZZ	Nays	Not Prese	ent Recused	
Date of final passage <u>DEC</u> (Please note: When a resolution date the approved resolution w	1 2 2019 I is approve as returned	d by the May to the Office	vor, the da e of the Cit	te of final pass y Clerk.)	age is the
AUTHENTICATED BY:		Mayor		<u>. FAULCONER</u> v of San Diego, (California.
(Seal)		City Cler By		TH S. MALAND ty of San Diego,	
					, Deputy
		Office of the ution Number	-	San Diego, Califo 312759	ornia

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Passed by the Council of The City of San Diego on December 10, 2019, by the following vote:

YEAS:

<u>BRY, CAMPBELL, WARD, MONTGOMERY, KERSEY, CATE, SHERMAN, MORENO, GÓMEZ.</u>

NAYS: <u>NONE.</u>

NOT PRESENT: NONE.

RECUSED: <u>NONE.</u>

AUTHENTICATED BY:

KEVIN L. FAULCONER

Mayor of The City of San Diego, California

ELIZABETH S. MALAND

City Clerk of The City of San Diego, California

(Seal)

By: <u>Stacy D. Ready</u>, Deputy

I HEREBY CERTIFY that the above and foregoing is a full, true, and correct copy of RESOLUTION NO. <u>**R-312759**</u> approved on <u>**December 10, 2019**</u>. The date of final passage is <u>**December 12, 2019**</u>.

ELIZABETH S. MALAND

City Clerk of the City of San Diego, California

(Seal)

By: ______ Head Deputy