

## March 14, 2024

**To:** Transit Committee

From: Darrell E. Johnson, Chief Executive Officer

**Subject:** Amendment to Agreement for Detail Bus Cleaning and Pesticide

**Application Services** 

#### Overview

On April 12, 2021, the Orange County Transportation Authority Board of Directors approved an agreement with Gamboa Services, Inc. doing business as Corporate Image Maintenance, to provide detail bus cleaning and pesticide application services for a three-year initial term with one, two-year option term. The initial term expires April 30, 2024. Staff is requesting Board of Directors' approval to exercise the two-year option term.

#### Recommendation

Authorize the Chief Executive Officer to negotiate and execute Amendment No. 2 to Agreement No. C-0-2702 between the Orange County Transportation Authority and Gamboa Services, Inc., doing business as Corporate Image Maintenance, in the amount of \$810,550, to exercise the twoyear option term of the agreement effective May 1, 2024 through April 30, 2026, for continued detail bus cleaning and pesticide application services. This will increase the maximum obligation of the agreement to a total contract value of \$1,887,276.

## **Discussion**

Transit buses routinely require detail cleaning and pesticide application services to effectively control pests. The Orange County Transportation Authority (OCTA) pest management program consists of contracted services for licensed application of pesticides, placement of bait, and detail cleaning after baiting. Detail cleaning is an important element of the program, providing for pest prevention as well as removal of chemical residue that follows pesticide applications. OCTA has historically used a contractor with experience in detail bus cleaning and appropriately certified to handle the chemicals used for this service. Exercising the option term within the current contract for these services

will allow the contractor to continue providing the required scheduled pesticide and bait application, up to four times per year on buses, and a complete interior detail cleaning after pesticide application on these buses.

## **Procurement Approach**

This procurement was handled in accordance with Board of Directors (Board)-approved policies and procedures for professional and technical services. On April 12, 2021, the Board approved award of the agreement with Gamboa Services, Inc., doing business as Corporate Image Maintenance, in the amount of \$1,076,726, for a three-year initial term with a two-year option term effective May 1, 2021 through April 30, 2024. The original agreement was awarded on a competitive basis and has been previously amended as described in Attachment A.

The proposed Amendment No. 2 is to exercise the option term of the agreement through April 30, 2026. Amending this agreement will increase the maximum cumulative payment obligation by \$810,550, bringing the total contract value to \$1,887,276 to continue services.

Pricing for the option term will remain the same through April 30, 2026, as negotiated in the original agreement.

# Fiscal Impact

The project was approved in OCTA's Fiscal Year 2023-24 Budget, Operations Division, Maintenance Department, account nos. 2162-7613-D3107-2WP, 2168-7613-D3107-2WP, and 2194-7613-D3107-2WP. Operations Division, Contracted Services, account nos. 2136-7613-D1208-0B2, 2137-7613-D1244-0B1, 2138-7613-D2108-0GH, and 2148-7613-D2140-0JT and is funded through the Local Transportation Fund.

## Summary

Based on the information provided, staff recommends the Board of Directors authorize the Chief Executive Officer to negotiate and execute Amendment No. 2 to Agreement No. C-0-2702 with Gamboa Services, Inc., doing business as Corporate Image Maintenance, in the amount of \$810,550, to exercise the two-year option term effective May 1, 2024 through April 30, 2026, for detail bus cleaning and pesticide application services. This will increase the maximum obligation of the agreement to a total contract value of \$1,887,276.

### Attachment

A. Gamboa Services, Inc. doing business as Corporate Image Maintenance Agreement No. C-0-2702 Fact Sheet

Prepared by:

Cliff Thorne

Director, Maintenance Administration

714-560-5975

Pia Veesaper

Director, Contracts Administration and Materials Management

714-560-5619

Approved by:

Johnny Dunning, Jr.

Chief Operating Officer, Operations

714-560-5710