

## BOARD OF SUPERVISORS AGENDA ITEM SUMMARY

Requested Board Meeting Date: 06/18/2013

### ITEM SUMMARY, JUSTIFICATION and/or SPECIAL CONSIDERATIONS

Amendment of Award: Contract # MA-PO-1200000000000000654, Amendment # 01, ISS Facility Services, Inc., to provide janitorial services for Ajo facilities, increase Living Wage adjusted by County, increase 3% in pricing for each service site. Funding Source: General Funds. Administering Department: Facilities Management.

### BACKGROUND

The contract was initially awarded by the Board of Supervisors on 05/15/2012 for a five year contract in the total amount of \$430,000.00. The current annual award amount is \$86,000.00. The contract's current termination date is 06/30/2017, historical requirements and expenditures average about \$5,300.00 per month, and as of 05/14/2013 the contract has an unused contract amount of \$372,230.08. Due to a 2.4% increase in County mandated Living Wage and a 6.7% cost increase in janitorial materials, the contractor is asking a 3% pricing increase for each service site.

This contract amendment is required to: 1) a 3% pricing increase for each service site; 2) amend County Living Wage.

Effective Date: 0701/2013

Termination Date: 06/30/2017

Original Contract Amount: \$ 430,000.00

Prior Amendment Amounts: \$ N/A

This Amendment Amount: \$ 0.00

Revised Contract Amount: \$430,000.00

Contract Officer : Nina Schatz, 724-8719, Procurement Department

Payment System: AMS

Contract Number: MA-PO-12 \* 654-01  
Effective Date: 7-1-13  
Term Date: 6-30-17  
Cost: ☒  
Revenue: ☒  
Total: ☐  
Action: 4-1-17  
Renewal By: 4-1-17  
Term: 6-30-17  
Reviewed by: 4-1-17

CLERK OF BOARD USE ONLY: BOS MTG. \_\_\_\_\_ ITEM NO. \_\_\_\_\_

Procure Dept 06/03/13 PM 04:53

To: COB- 6-5-13  
Agenda 6-18-13  
(1)

<b>PIMA COUNTY DEPARTMENT OF FACILITIES MANAGEMENT</b>  <b>PROJECT:</b> Janitorial Services for Ajo Facilities  <b>CONTRACTOR:</b> ISS Facility Services, Inc.  <b>CONTRACT NO.:</b> MA-PO-12000000000000000654  <b>CONTRACT AMENDMENT NO.:</b> One (01)	<table border="1"> <tr> <th colspan="2">CONTRACT</th> </tr> <tr> <td>NO. <i>MA-PO-12000000000000000654</i></td> <td></td> </tr> <tr> <td>AMENDMENT NO. <i>01</i></td> <td></td> </tr> <tr> <td colspan="2">This number must appear on all invoices, correspondence and documents pertaining to this contract.</td> </tr> </table>	CONTRACT		NO. <i>MA-PO-12000000000000000654</i>		AMENDMENT NO. <i>01</i>		This number must appear on all invoices, correspondence and documents pertaining to this contract.	
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<b>ORIG. CONTRACT TERM:</b> 07/01/12 – 06/30/17 <b>TERMINATION DATE PRIOR AMENDMENT:</b> N/A <b>TERMINATION THIS AMENDMENT:</b> 06/30/17	<b>ORIG. CONTRACT AMOUNT:</b> \$430,000.00 <b>PRIOR AMENDMENTS:</b> N/A <b>AMOUNT THIS AMENDMENT:</b> \$ 0.00 <b>REVISED CONTRACT AMOUNT:</b> \$430,000.00
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### CONTRACT AMENDMENT

WHEREAS, COUNTY and CONTRACTOR entered into a Contract for services as referenced above; and

WHEREAS, CONTRACTOR and COUNTY, pursuant to Article III – Compensation and Payment, have agreed to a 3% increase in Unit Price of Exhibit B; and

WHEREAS, CONTRACTOR and COUNTY, pursuant to Article III – Compensation and Payment, have agreed to increase Living Wage in Exhibit D in order to be in compliance with COUNTY'S annual adjusted rate.

NOW, THEREFORE, it is agreed as follows:

**CHANGE: ARTICLE III – COMPENSATION AND PAYMENT:**

Remove Exhibit B: Unit Prices (Net 30 Days Payment Term) in its entirety and replace with **Exhibit B (AM01): Unit Prices (Net 30 Days Payment Term)**.

**CHANGE: ARTICLE III – COMPENSATION AND PAYMENT:**

Remove Exhibit D: Living Wage Requirements and Certificate in its entirety and replace with **Exhibit D (AM01): Living Wage Requirements and Certificate**.

The effective date of this Amendment shall be July 1, 2013.

(The Reminder Of This Page Is Intentionally Left Blank)

All other provisions of the Contract, not specifically changed by this Amendment, shall remain in effect and be binding upon the parties.

IN WITNESS THEREOF, the parties have affixed their signatures to this Amendment on the dates written below.

**PIMA COUNTY**

\_\_\_\_\_  
Chair, Board of Supervisors

\_\_\_\_\_  
Date

**CONTRACTOR**

  
\_\_\_\_\_  
Authorized Officer Signature

Howard Korn G.M.  
\_\_\_\_\_  
Printed Name and Title


5/24/13  
\_\_\_\_\_  
Date

**ATTEST**

\_\_\_\_\_  
Clerk of Board

\_\_\_\_\_  
Date

**APPROVED AS TO FORM**

  
\_\_\_\_\_  
Deputy County Attorney *for Marc Winkelsky*

**TOBIN ROSEN**

\_\_\_\_\_  
Printed Name

5/28/13  
\_\_\_\_\_  
Date

EXHIBIT B: UNIT PRICES (NET 30 DAY PAYMENT TERMS)

1	Ajo Courthouse*	111 La Mina	M-F	8500		\$2,006.77	\$2,280.42	\$27,365.04	5 pm to 12 am	yes	40
2	Health Bldg	120 Estrella	M-F	2600		\$598.22	\$679.80	\$8,157.60	5 pm to 12 am	yes	15
3	Sheriff's Office*	1259 Well Rd	Mon, Wed, Fri	3500		\$592.00	\$685.13	\$9,341.52	Changed to full service 8-8-12	yes	15
4	Salazar Ajo Library cs	33 Plaza Street (Ajo Plaza)	M-Sat	4850		\$874.68	\$993.95	\$11,927.40	Clean closets, 2 X yr behind computer cubicles	yes	22.5
5	Park & Rec. Recreation Center	280 5th St.	Quarterly Floors	6,000		n/a	\$357.41	\$4,288.92	Burnish floors, strip and wax 2 X yr	yes	
6	Courthouse Flag Services	111 La Mina	M-F			n/a	\$418.18	\$5,018.16	Raise flag 8 am, take down before sunset	yes	10
7	Total Monthly Cost Current Service Listed Above						\$5,424.89				
8	Total Yearly Cost List Above (Line #7 x 12 MO)							\$65,098.64			
9	Additional Services Listed Below (Line #20)							\$24,411.00			
10	Grand Total Yearly (Line #8 + #9)							\$89,509.64			
Grand Total Five (5) Year (Line #1 x 5 Yr)								\$447,548.18			102.5
11	Extra Services Rate Per Hour (includes washing ext. grnd floor windows)			10		\$164.80	\$1,977.60				
12	Extra Services Carpet Cleaning p/sqft			3,000		\$247.20	\$2,966.40				
13	Extra Services Hard Floor Strip/Wax p/sqft			3,000		\$463.50	\$5,562.00				
14	Minimum Service Charge (if less than one hour)			10		\$257.50	\$3,090.00				
15	Cost for Power Wash of sidewalk p/job sm up to 1000 sq ft			4		\$206.00	\$2,472.00				
16	Cost for Power Wash of sidewalk p/job mdm up to 2500 sq ft			4		\$206.00	\$2,472.00				
17	Cost for Power Wash of sidewalk p/job lg over 2500 - 4000 sq ft			4		\$412.00	\$4,944.00				
18	Complete cleaning of chairs per chair			30		\$77.25	\$927.00				
19	Add'l Services Total Monthly Cost					\$2,034.25					
20	Add'l Services Total Yearly Cost							\$24,411.00			

Information provided on this sheet is as close to accurate as possible but the COUNTY cannot guarantee its veracity and recommends verification by vendor.

Potential Minimum Weekly Manhours is provided as a guideline but not intended to suggest what the actual hours may be.

\* Yellow area (shaded) represents current service level. The bid will be evaluated by current service level. Please provide alternate pricing for increased or reduced service level for possible future adjustments.

## **EXHIBIT D (AM01): LIVING WAGE REQUIREMENTS AND CERTIFICATE**

This solicitation is subject to the Pima County living wage requirements as provided in the Pima County Procurement Code section 11.38 which specifies that a living wage requirement be included in County contracts for specific services.

Contractors entering into eligible contracts with Pima County for the covered services shall pay a living wage to their eligible employees for the hours expended providing services to Pima County. Eligible employees shall receive a wage not less than \$11.32 per hour. A contractor may pay its eligible employees a wage of no less than \$10.07 per hour if the contractor provides health benefits with a monthly value at least as high as the difference between that wage and a monthly wage based on \$11.32 per hour. Contractors shall include all costs necessary for complete compliance to the living wage requirement.

In bid preparation, Contractors will need to consider the possibility of increased administrative costs. The following is a brief description of key Living Wage reporting requirements. These are not limited to but include:

One time reports: Due at the beginning term of each contract/renewal

- >Payroll calendar
- >Certificate of Living Wage Payments Form
- > Master Listing of employees eligible to work on Pima County jobs
- >Listing of Subcontractors to be used (if applicable)

Staffing Plans, Including Subcontractors (work schedules): Due **prior** to work performed to enable the Compliance Officer to rate check and interview employees; *If there is not sufficient time prior to performing work, then a plan must be submitted as soon as possible after work is performed:*

- >Name of employee(s) who will be working
- >Where work is performed
- >Approximate time-frame work will be performed
- >Total approximate hours to be worked
- >Revised plan IF any information changed from the original staffing plan

Payroll Reports: Must be provided to the Compliance Officer 7 days after EVERY pay period

- >Statement of Compliance
- >Payroll Summary Reports:
  - *Name of all employees on a Pima County job*
  - *Total hours worked/rate of pay/gross pay/paycheck number*
  - *Support documentation for this information*
  - *Signed "Statement of Compliance" even if no payroll performed*

Subcontracted Labor (if applicable): Packets are required to be submitted to Pima County's Compliance Officer as soon as the Subcontractor is issued payment. This includes:

- >A letter signed by subcontractor indicating that laborers associated with the work billed on their attached invoice were paid at or above the Living Wage required rate
- >the check # and date which this invoice was paid should be noted
- >Attach the appropriate staffing plans (work schedules) of the subcontractor to this invoice. The subcontractor employee payroll check# needs to be noted beside their employee (s) name

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**PIMA COUNTY PROCUREMENT**  
130 W. CONGRESS ST., 3RD FLOOR  
TUCSON, ARIZONA 85701-1317  
TELEPHONE (520) 724-8161, FAX (520) 222-1484

**CERTIFICATION OF LIVING WAGE PAYMENTS**

This firm certifies that it will meet all specifications, terms, and conditions contained in the Living Wage Contract Ordinance; **AND** that if labor is subcontracted, subcontractors will be held to the exact terms that is required of this firm.

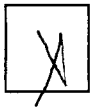
Yes ☒ No ☐ If no, you must explain all deviations in writing.

Company Name: ISS Facility Services

Description of Services: Janitorial

Job Location: AVU, AZ.

**(PLEASE CHECK ONE(S) THAT APPLY)**



I do hereby agree to pay all eligible employees working on the above listed contract at least eleven dollars and thirty-two cents (\$11.32) per hour.

**AND/OR**



I do hereby agree to pay all eligible employees working on the above contract a wage of no less than ten dollars and seven cents (\$10.07) per hour **and** provide health benefits with a monthly value at least as high as the difference between a monthly wage based on eleven dollars and thirty-two cents (\$11.32) per hour and the requested monthly wage if no less than ten dollars and seven cents (\$10.07) per hour. In essence, the **employer paid portion** of benefits must have a monthly value of two-hundred sixteen dollars and sixty-six cents (\$216.66). This equals the one dollar and twenty-five cents (\$1.25) per hour difference.

Providers Name: \_\_\_\_\_

Address: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

Plan or Program Number: \_\_\_\_\_ Type of Benefit: \_\_\_\_\_

Total premium paid per month: \_\_\_\_\_ Amount paid by employee: \_\_\_\_\_

(Attach pages if needed for additional providers)

COMPANY NAME: ISS Facility Services

AUTHORIZED SIGNATURE: [Signature] DATE: 5/29/13

Howard Korn  
PRINTED NAME

H. M.  
TITLE OF AUTHORIZED

**END OF EXHIBIT D (AM01)**