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BEFORE THE GUAM PUBLIC UTILITIES COMMISSION

IN THE MATTER OF:) GSWA DOCKET NO. 23-02
The Application of the Guam Solid Waste Authority for Review and	PETITION FOR CONTRACT REVIEW AND APPROVAL
Approval of the Award and Contract)
to Pacific Human Resource Services)
for Temporary Staffing Services)
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INTRODUCTION

COMES NOW the **GUAM SOLID WASTE AUTHORITY (GSWA)** and respectfully petitions the **GUAM PUBLIC UTILITIES COMMISSION (PUC)** to review and approve the contract entered into between GSWA and Pacific Human Resource Services, Inc. (PHRS) for temporary staffing services.

BACKGROUND

PHRS is a private company that connects job seekers to businesses for temporary or

contract work. On or about October 8, 2009, Gershman Brickner & Bratton Inc. (GBB), in its

capacity as the federal Receiver for GSWA, entered into a written contract with PHRS to provide

temporary workers to supplement the agency's permanent staff and to fill a number of open

positions for Sanitation Workers, Equipment Operators, Heavy Equipment Mechanic Leader,

Administrative Assistants, and Customer Service Representatives.

Although the temporary workers filled roles at GSWA and did their work at and on behalf

of GSWA, they were not government employees. Rather they remained the private employees of

PHRS and did not acquire any of the benefits or civil service status that are afforded to employees

of the government of Guam. Nevertheless, the positions filled by the temporary workers were, and

still are, essential to the day-to-day operations of GSWA.

Over the years since 2009, the contract with PHRS was extended and renewed several

times, each time with the approval of the District Court of Guam. The most recent contract renewal

expired on September 30, 2022.

Earlier this summer on June 20, 2022, and prior to the contract expiration date of September

30, GSWA issued Invitation to Bid (ITB) No. GSWA-005-22 for Temporary Staffing Services.

Although six prospective bidders expressed interest in the solicitation, only two bids were received

by the submission deadline of August 1, 2022. The two bidders were PHRS and Allied Human

Resources.

The bids were publicly opened on the same date of August 1, and PHRS was determined

to be the lowest responsive and responsible bidder. On September 14, 2022, GSWA issued a Notice

of Intent to Award the contract to PHRS.

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GSWA's Petition for PUC Review & Approval of Contract with Pacific Human Resource Services, Inc. Based upon PHRS's bid, GSWA has determined that the contract award will be for a term

of three (3) years beginning October 1, 2022 and ending on September 30, 2025. Subject to the

availability of funds, the contract shall be paid the GSWA Operations Fund at a cost of

\$2,002,000.00 broken down as follows:

Year 1: \$1,100,000.00;

Year 2: \$451,000.00; and

Year 3: \$451,00.00.

On November 17, 2022, the award to PHRS was approved by the GSWA Board of

Directors in its Resolution No. 2023-005. A true and correct copy of said resolution is attached

herein as Exhibit 1 and incorporated in full by this reference. Resolution No. 2023-005 amends

and supersedes Resolution No. 2022-013 which was approved by the Board on or about September

22, 2022, and which provided for a more expensive contract with a longer term and scope of work.

Supporting the Resolution No. 2023-005 is a draft Purchase Order of \$1,100,000.000

which covers Year 1 of the contract (FY2022 to FY2023). A true and correct copy of the draft

Purchase Order is attached as **Exhibit 2** and incorporated in full by this reference.

Since the opening of the bids on August 1, and the giving of a notice of intent to award the

contract to PHRS on September 14, 2022, no procurement protest has been filed and the 14-day

period for under 5 GCA § 5425(a) has long since passed.

DISCUSSION

The PUC has jurisdiction and authority to hear this Petition pursuant to 12 GCA § 12105

and the Order establishing a Contract Review Protocol for GSWA. See, GSWA DOCKET 19-02 &

ADMINISTRATIVE DOCKET dated July 25, 2019.

Pursuant to 10 GCA § 51A104(10), it is a core function of the GSWA to control and operate

Guam's solid waste management system and to ensure that it is compliant with all environmental

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GSWA's Petition for PUC Review & Approval of

Contract with Pacific Human Resource Services, Inc.

and health regulations 1 Carrying out this function requires personnel to operate specialized

equipment such as different types of refuse trucks and other heavy machinery.

When ITB No. GSWA-005-22 was originally issued on June 20, 2022, GSWA

contemplated that a five-year contract would be awarded and that the positions covered would

include the temporary employment of Administrative Assistants, Customer Service

Representatives and a Heavy Equipment Mechanic Leader, in addition to Sanitation Workers and

Equipment Operators. After considering all circumstances, however, GSWA has now determined

that effective January 2, 2023, it will phase out and remove from the contract the positions of

Customer Service Representatives and Administrative Assistants. A permanent employee has

already been hired to fill the position of Heavy Equipment Mechanic Leader.

Thus beginning in 2023, and based upon the rates in PHRS's bid, the contract will only

cover the positions of Sanitation Workers and Equipment Operators. These particular positions are

especially critical due to the laborious and hazardous nature of the work. Despite continuously

posting open job announcements on its website, GSWA has found it challenging to attract and

recruit interested personnel. The Department of Administration recognized the lack of available

personnel and approved the issuance of ITB No. GSWA-005-22 because of these reasons. See,

Exhibit 3, incorporated herein by reference in full.

¹ 10 GCA § 51A104(10) (GSWA shall have and exercise the power to "control, operate, improve, equip, maintain, repair, renew, replace, reconstruct, alter and insure that the solid waste management system is

compliant with any applicable zoning, building, environmental and health regulations of Guam;").

² https://gswa.guamjobfinder.com/

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GSWA's Petition for PUC Review & Approval of

CONCLUSION

The contract with PHRS for temporary staffing services seeks services that are essential to the operations of GSWA, most specifically the collection the island's trash and the management of the solid waste system. These services are critical to maintaining the health, safety and welfare of the public.

The terms and cost of the contract are fair and reasonable to all concerned, and the procurement was made in compliance with Guam law and with the approval of the Department of Administration.

For all the foregoing reasons, GSWA submits that the instant petition for the PUC to review and approve the award to PHRS of the Temporary Staffing Services contract should be GRANTED.

Respectfully submitted this 21st day of November, 2022.

OFFICE OF THE ATTORNEY GENERAL Leevin Taitano Camacho, Attorney General

a) C.Mur

By:

SANDRA C. MILLER Assistant Attorney General smiller@oagguam.org

EXHIBIT 1

GSWA Board Resolution No. 2023-005

Relative to Amending the Petition to the Public Utilities Commission (PUC) for Approval of the Award to Pacific Human Resource Services Inc. for Temporary Staffing Services



LOURDES A. LEON GUERRERO Governor of Guam JOSHUA F. TENORIO Lt. Governor of Guam IRVIN L. SLIKE General Manager



GSWA BOARD RESOLUTION NO 2023-005

GSWA Board Resolution No. 2023-005 RELATIVE TO AMENDING THE PETITION TO THE PUBLIC UTILITIES COMMISSION (PUC) FOR APPROVAL OF THE AWARD TO PACIFIC HUMAN RESOURCE SERVICES INC. FOR TEMPORARY STAFFING SERVICES

WHEREAS, in 2009, the federal Receiver acquired the services of a temporary staffing agency to fulfill essential job positions. Due to the Nature of work, GSWA experiences high employment turnover rates for the laborious positions and finds the constant need to replace personnel. In 2021, turnover rate for Sanitation Workers was approximately 38%; and

WHEREAS, on January 2, 2022 GSWA opened several continuous job announcements to create a pool of applicants for the positions of Sanitation Worker, Equipment Operator, Customer Service Representative, and Administrative Assistant. To date, GSWA has not received an acceptable number of qualified applicants to fill essential positions currently contracted through the temporary staffing agency; and

WHEREAS, the Authority began the recruitment process for those positions that have a decent pool of applicants and is looking to hire the qualified applicants to fill classified positions within the Authority. Additionally, the Authority has advertised on the GSWA website and Newspapers of public circulation such as Pacific Daily News and Guam Daily Post on December 3, 2021, January 2, 2022, and February 25, 2022; and

WHEREAS, on February 23, 2022, pursuant to 5 GCA §5249(e) and 2 GARR §3114(c), GSWA submitted a reasonable inquiry to the Department of Administration on the availability of personnel and/or resources to perform the services required; and

WHEREAS, on Monday, June 20, 2022, the Guam Sold Waste Authority (GSWA) issued an Invitation for Bid (IFB) No. GSWA005-22 to solicit qualified companies to provide Temporary Staffing Services for GSWA; and

WHEREAS, the Authority had six (6) prospective bidders that acquired bid documents, but only two (2) were submitted by the submission deadline of August 1, 2022 at 3:00 p.m.; and

WHEREAS, bids were publicly opened on Monday, August 1, 2022 at the GSWA Conference room; and

WHEREAS, Pacific Human Resource Services Inc. and Allied Human Resources submitted bids for GSWA consideration; and

WHEREAS, Pacific Human Resource Services Inc. (PHRS) was determined to be the lowest responsive bidder meeting the requirements of the bid solicitation; and



LOURDES A. LEON GUERRERO Governor of Guam JOSHUA F. TENORIO Lt. Governor of Guam IRVIN L. SLIKE General Manager



GSWA BOARD RESOLUTION NO. 2023-005

WHEREAS, on September 14, 2022, GSWA issued a Notice of Intent to Award to Pacific Human Resources Services Inc.; and

WHEREAS, the contract award to PHRS shall be for a term of three (3) years beginning October 1, 2022 and ending September 30, 2025; and

WHEREAS, effective January 2, 2023, the positions of Customer Service Representatives and other administrative employees shall be ended and removed; and thereafter the positions covered by the contract shall be limited until the remainder of the term to the employment of temporary Sanitation Workers and Equipment Operators; and

WHEREAS, subject to the availability of funds, the total cost of the three (3) year contract is \$2,002,000.00 broken down as follows:

Year 1: \$1,100,000.00; Year 2: \$451,000.00; Year 3: \$451,00.00; and

WHEREAS, funding for this contract shall be from GSWA Operations Fund; and

WHEREAS, this Resolution No. 2023-005 amends, restates, supersedes, and replaces Resolution No. 2022-013 that was previously approved by the GSWA Board of Directors on or about September 22, 2022.

NOW THEREFORE, BE IT HEREBY RESOLVED by the Board of Directors as the Governing Body of the Guam Solid Waste Authority that Management is authorized to petition the Public Utilities Commission (PUC) to review and approve the award to Pacific Human Resource Services Inc. for Temporary Staffing Services, in accordance with the Contract Review Protocol for the Guam Solid Waste Authority.

Ayes: <u>5</u>

Nays: <u>0</u>

Absent: 0

Abstain: 0



LOURDES A. LEON GUERRERO Governor of Guam

JOSHUA F. TENORIO Lt. Governor of Guam IRVIN L. SLIKE General Manager



GSWA BOARD RESOLUTION NO. 2023-005

Upon said roll call, the text of the foregoing was duly enacted as a Resolution of the Board of Guam Solid Waste Authority, Guam, on the 17th day of November, 2022.

GUAM SOLID WASTE AUTHORITY BOARD OF DIRECTORS

Andrew Gayle, Chairman

ATTEST:

ALICIA FEJERAN, CLERK

BY:

Margaret Denney, Secretary

EXHIBIT 2

Draft GSWA Purchase Order No. P236R00064 to Pacific Human Resource Services for FY2022 to FY2023 (\$1,100,000.00)



PURCHASE ORDER

GUAM SOLID WASTE AUTHORITY 546 NORTH MARINE CORPS DRIVE TAMUNING, GUAM 96913

Tel: (671) 646-3111 | Fax: (671) 649-3777

TRAN CODE

THIS PURCHASE ORDER NUMBER

No.

P236R00064

MUST APPEAR ON ALL INVOICES,
PACKING SLIPS, PACKAGES, B/L, ETC.
DATE JOB ORDER NO. OBJ CL

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3121C			GSWA-005-22		AS NEEDED		09/30/23			
ITEM 1		ARTICLES OF SERVICES affing services for GSWA to include recruit	Andrews and	QTY	LOT	UNIT PRICE \$ 1,100,000.00	AMOUNT \$ 1,100,000.00	DOCUMENT NO.	FAC	
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B. <u>SEND</u> CERTIFIED ORGINIAL AND THREE (3) COPIES OF <u>INVOICE TO GUAM SOLID WAS</u>			ASTE AUTH	ORITY.			+			
C. PAYMENT IN THIRTY (30) DAYS UPON RECEIPT OF MERCHANDISE IN GUAM IN GOOD				OD CONDITI	ON.		TOTAL	INSERT CHANGES AND RE ORDER FOR AMEND		
D. THIS ORD	ER SUBJECT T	O CONDITIONS ON REVERSE SIDE.								
E. THIS ORD	ER IS SUBJECT	TO THE SPECIAL PROVISIONS, AND BII	D GENERAL TERMS A	AND CONDIT	IONS SPECIFIED	ON THIS BID.	SIGNATURE			
CONTRACTOR: PLEASE SUPPLY PROMPTLY THE ABOVE ARTICLES OR SERVICES. ALL			ADVANC	ADVANCE PAYMENT NAME		TITLE				
		INING TO THIS ORDER INCLUDING INV		AUTHO	DRIZATION					
DOCUMENTS AND PACKAGES MUST BEAR THE PURCHASE ORDER NUMBER SHOWN ABOVE. SEE REVERSE SIDE FOR PURCHASE ORDER TERMS AND CONDITIONS.		I IAOIAIDEV	Anne (This print) and Anter Sale (Anter Sale (Anter Sale))		IRVIN L. SLIKE GENERAL MANAGER					
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		ENCLOSE	U L		MASTER COPY					

THIS ORDER IS SUBJECT TO THE FOLLOWING TERMS AND CONDITIONS:

- 1 Acknowledgment copy of this order must be signed and returned advising approximate or definite shipping date.
- No variation in any of the terms, conditions, deliveries, prices, quantity, quality or specification of this order, irrespective of the wording of the seller's acceptance will be effective without buyer's written consent.
- Packing list must accompany each shipment, showing our order number, description, and part/serial number for each item.
- 4 Shipments must be identified as "PARTIAL" or "COMPLETE".
- Material is subject to buyer's inspection and approval within a reasonable time after delivery; if specifications are not met, material shall be returned at seller's expense.
- In connection with any prompt payment discount offered, time will be computed from date of delivery and acceptance at destination, or from the date the correct invoice or voucher is received in the office specified by the Government of Guam, if the latter is later than date of delivery and acceptance. Payment is deemed to be made, for the purpose of earning discount, on the date of mailing of the check.
- 7 Overshipments, unless specifically authorized, will not be accepted.
- 8 In connection with bid awards and contracts, this purchase order shall be governed by the Special Provisions and Bid General Terms and Conditions as specified.

EXHIBIT 3

(a) Memo from GSWA to Department of Administration dated February 22, 2022;

and

(b) Memo from Department of Administration to GSWA dated April 13, 2022



LOURDES A. LEON GUERRERO IRVIN SLIKE Governor of Guam General Manager



February 23, 2022

To:

Director, Department of Administration

From:

Assistant General Manager, Guam Solid Waste Authority

Subject:

Request for Availability of Temporary Staffing Services

Hafa Adai Director Birn,

Since 2009, GSWA has acquired the services of a temporary staffing agency to fulfill essential job positions. Due to the nature of our work, GSWA experiences high employment turnover rates for the laborious positions and finds the constant need to replace personnel. In 2021, turnover rate for Sanitation Workers was at 38%.

Additionally, GSWA has found little success in its attempts to recruit for these important positions through the current recruitment process which has proven to be inefficient. This, if continued, will be a detriment to operations.

On October 25, 2021, GSWA opened and advertised for a Heavy Equipment Mechanic Leader and, to date, has not received any applications. On January 2, 2022, GSWA had opened several job announcements to create a pool of applicants for the positions of Sanitation Worker, Equipment Operator, Heavy Equipment Mechanic Leader, Customer Service Representative, and Administrative Assistant.

The job announcements were advertised on the GSWA Website and in Newspapers of public circulation such as the Pacific Daily News and Guam Daily Post on December 3, 2021, January 2, 2022, and February 25, 2022.

As of February 22, 2022, GSWA has received the following responses to the job announcements which we believe to be an insufficient amount to replace the current 33 temporary positions.

Job Title	Applications Received	Qualified Applicants	Unqualified Applicants	Incomplete Submissions
Sanitation Worker	4	2	2	0
Equipment Operator	5	2	2	1
Heavy Equipment Mechanic Leader	0	0	0	0
Administrative Assistant	11	4	4	3
Customer Service Representative	13	7	4	2

We will seek to hire the seven identified qualified candidates; however, potentially only a fifth of our labor needs would have been met in 90 days of advertising and more time with selection.



LOURDES A. LEON GUERRERO IRVIN SLIKE Governor of Guam General Manager



With the current contract ending in May 2022 and future projects in mind, GSWA plans to solicit proposals from qualified, responsible, and responsive firms to provide GSWA with the following services:

- 1. Provide employees based on the specific skill sets required when needed:
 - a. Knowledge of administrative and clerical procedures
 - b. Knowledge of systems such as Microsoft Word and Excel spreadsheets
 - Knowledge of business and management principles involved in strategic planning, resource allocation, human resource modeling, leadership technique, production methods and coordination of people and resources
 - d. Proficient in stenography and transcription
 - e. Process contract and Personnel Action Forms, maintain and audit employee time work/time missed records, analyze payroll data and prepare journal entries
 - f. Ability to design forms
 - g. Ability to manage files and records
- 2. Provide Staffing Services for temporary employees
 - a. Accommodate payroll services
 - i. Employer of record
 - ii. Time cards
 - iii. Payment to employee
 - iv. Tax withholding
 - v. Worker's compensation
 - vi. And all other activities associated with employee management to comply with local and Federal laws
- 3. Provide human resource and business consulting services
 - a. Conducting outreach and orientation in the community and each district
 - b. Facilitate meetings and strategic planning
 - c. Provide additional services as required

Therefore, pursuant to 5GCA § 5249 (e) and 2 GAR, Div. 4 § 3114 (c), GSWA is hereby submitting a reasonable inquiry on the availability of personnel and/or resources to perform the services required under the proposed contract.

We kindly request your expeditious review and response. If there is any additional information that GSWA needs to provide to assist with our request, please do not hesitate to contact me at 671-646-3239 or email at irvin.slike@gswa.guam.gov. We look forward to hearing from you soon.

Sincerely,

Irvin Slike

GSWA General Manager



DEPARTMENT OF ADMINISTRATION

DIPATTAMENTON ATMENESTRASION

DIRECTOR'S OFFICE (Ufisinan Direktot) Telephone (Telifon): (671) 475-1101/1250



April 13, 2022

Memorandum

To:

General Manager, Guam Solid Waste Authority

From:

Director of Administration

Subject:

Extension of Temporary Staffing Services Contract

Hafa Adai Mr. Slike:

Thank you for your memorandum of March 31, 2022.

Department of Administration has no objection to an extension of the current contract with the assurance that GSWA will follow procurement statutes and regulations.

Since this matter has been an issue reported in the Single Audit, GSWA should respond to the Finding accordingly, with this correspondence.

Si Yu'os Ma'ase!

EDWARD M. BIRN