



City Council Report

Date: February 8, 2016
To: City Council
Through: Alex Deshuk, Chief Innovation Officer
From: Edward Quedens, MPA, C.P.M., CPPO, Business Services Director
Matt Bauer, MBA, CPPO, CPPB, CPSM, Purchasing Administrator
Subject: Renewal of the Term Contract for Residential Refuse and Recycling Containers for the Environmental Management and Sustainability Department **(Citywide)**

Purpose and Recommendation

Council is requested to approve a Renewal of the Term Contract for Residential Refuse and Recycling Containers as recommended.

The Environmental Management and Sustainability Department, and Purchasing recommend authorizing a one-year renewal with Rehrig Pacific Company at \$1,068,077.59 annually, based on estimated requirements.

Background / Discussion

This contract provides a supply of 35 gallon, 65 gallon, and 95 gallon plastic refuse and recycling containers for residential use.

On November 19, 2012, Council approved the initial three-year contract with renewal options. This is the first, one-year renewal contract with a one-year renewal option remaining.

Rehrig Pacific Company offered to renew the contract with lower pricing for the containers due to a reduction in the market price of plastics. The City has been satisfied with the vendor's performance. This contract continues to be advantageous to the City and it is in the City's best interest to renew the contract. There is no change to the annual contract amount from the previous year.

Alternatives

Council may choose not to award the contract and new bids will be obtained.

Fiscal Impact

The annual contract amount is available in Solid Waste Management operating budget through the Enterprise Fund, Solid Waste Sub Fund.

Coordinated With

Environmental Management & Sustainability - Solid Waste Management, and Purchasing

PURCHASING INFORMATION

Action: Renewal

Procurement Type: Request for Proposals

Solicitation Number: 2012217

Responses Received: 5 (3 No Bid responses)

Initial Contract Term: Three Years

Renewal Term: One Year

Renewal Terms Remaining: One-year renewal subject to future Council consideration

October 15, 2012 Bid Results

Rehrig Pacific Company Los Angeles, CA	\$1,001,948.96 (Awarded)
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Toter, LLC Statesville, NC	\$1,143,332.72
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No Bid Response received from

Otto Environmental Systems, LLC – Charlotte, NC

SSI Schaefer Systems International, Inc. – Charlotte, NC

Waxie Sanitary Supply – Mesa, AZ

RENEWAL RECOMMENDATION

Rehrig Pacific Company
Los Angeles, CA

Description
<p>Refuse/Recycling Containers per Contract No. 2012217 Terms and Conditions, Specifications and Pricing as offered</p> <p>Item 1 - 35 Gallon Refuse/recycling containers per Specifications at <u>\$32.68/each</u></p> <p>Item 2 - 65 Gallon Refuse/recycling containers per Specifications at <u>\$40.85/each</u></p> <p>Item 3 - 95 Gallon Refuse/recycling containers per Specifications at <u>\$46.25/each</u></p> <p><u>Add:</u> Optional RFID Tag and Bar Code Installation for each Container at <u>\$1.50/each</u> (any size Container)</p> <p>Annual Contract Amount: <u>\$1,068,077.59</u> (includes Use Tax)</p>