



City Council Report

Date: January 9, 2017
To: City Council
Through: Mike Kennington, Chief Financial Officer
From: Edward Quedens, MPA, C.P.M., CPPO, Business Services Director
Matt Bauer, MBA, CPPO, CPPB, CPSM, Purchasing Administrator
Subject: One-Year Renewal Contract for Residential Refuse and Recycling Containers for the Environmental Management and Sustainability Department **(Citywide)**

Purpose and Recommendation

Council is requested to approve a One-Year Renewal Contract for Residential Refuse and Recycling Containers as recommended.

The Environmental Management and Sustainability Department, and Purchasing recommend authorizing the renewal with Rehrig Pacific Company at \$1,068,077.59, 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.

Council approved the initial three-year contract with renewal options on November 19, 2012, and the first, one-year renewal contract on February 8, 2016. This is the second, and final one-year renewal contract.

For the last renewal, Environmental Management and Sustainability negotiated a lower price which was approximately \$6 to \$9 less per barrel lower than its competitors. Rehrig offered to renew the final, one-year renewal contract without a pricing increase. 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 responses will be solicited.

Fiscal Impact

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

Coordinated With

Environmental Management and 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: Second, One Year Renewal

Renewal Terms Remaining: None

October 15, 2012 Responses

Rehrig Pacific Company
Los Angeles, CA

\$1,001,948.96 (Awarded)

Toter, LLC
Statesville, NC

\$1,143,332.72

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
Refuse/Recycling Containers per Contract No. 2012217, Terms and Conditions, Specifications and Pricing as offered
Item 1 - 35 Gallon Refuse/recycling containers per Specifications at <u>\$32.68/each</u>
Item 2 - 65 Gallon Refuse/recycling containers per Specifications at <u>\$40.85/each</u>
Item 3 - 95 Gallon Refuse/recycling containers per Specifications at <u>\$46.25/each</u>
Annual Contract Amount: <u>\$1,068,077.59</u>