AUSTIN CITY COUNCIL

AGENDA



Recommendation for Council Action (Purchasing)

Austin City Council	**Item ID:**	64878	**Agenda Number**	21.

Meeting Date:	December 15, 2016
Department:	Purchasing

Subject

Authorize negotiation and execution of a 36-month contract with REPUBLIC SERVICES, or one of the other qualified offerors to Request For Proposals SLW0514, to provide citywide refuse, recycling, organics and special waste collections for City facilities, in an amount not to exceed $7,725,000, with three 12-month extension options in an amount not to exceed $3,090,000 per extension option, for a total contract amount not to exceed $16,995,000.

Amount and Source of Funding

Funding in the amount of $1,818,750 is available in the Fiscal Year 2016-2017 Operating Budgets of various City departments. Funding for the remaining 27 months of the original contract period and extension options are contingent upon available funding in future budgets.

Fiscal Note

A fiscal note is not required.

Purchasing Language:	The Purchasing Office issued a Request for Proposals (RFP) SLW0514 for these services on June 6, 2016 and it closed on July 28, 2016 with two offers received. The recommended offer is the best evaluated offer submitted by a responsible offeror. Additional information on the solicitation is included below the line. The recommended offeror is the current provider for these services.
Prior Council Action:	
For More Information:	Sandy Wirtanen, Senior Buyer, 512-974-7711
Boards and Commission Action:	November 9, 2016 – Unanimously recommended by the Water and Wastewater on a 9-0 vote with Commissioner's Parker and Turrieta absent. November 9, 2016 – Not recommended by the Zero Waste Advisory Commission on a 10-0 vote with Commissioner Jiampietro absent. November 14, 2016 – Reviewed by the Electric Utility Commission, but no action was taken.
Related Items:	
MBE / WBE:	This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program. For the services required for this solicitation, there were insufficient subcontracting opportunities; therefore, no subcontracting goals were established.

Additional Backup Information

The contract will provide transportation, collection, and processing of refuse, recycling, brush, and compostable materials generated by City department facilities, City co-sponsored special events and in the event of emergencies. This contract does not provide collection of material from non-City department facilities or events.

Austin Resource Recovery does not provide these services because they do not have the type of equipment that is required. The majority of all containers will be serviced on a weekly basis, with some sites utilizing roll-off containers, compactors and balers that will be serviced on an as needed basis. A provision of this contract allows for containers to be added or removed as departmental requirements change.

In addition, the contract will provide services for the management and disposal of industrial Class 2 and non-hazardous special wastes for Austin Energy (AE), and other departments as needed. AE manages several facilities and work sites that generate non-hazardous liquid and solid wastes, generally through routine maintenance activities. Waste includes items such as weathered utility poles and contaminated soil from transformers and construction/demolition debris. In order to comply with federal, state, and local regulations, AE requires the turn-key services of a waste disposal contractor to transport and dispose of the industrial Class 2 and non-hazardous special wastes generated.

An evaluation team with expertise in this area evaluated the offers and scored Republic Services as the best to provide these services based on community impact and zero waste, company history and experience, facilities and equipment, regulatory compliance, references, total evaluated cost, and local business presence.

This request allows for the development of a contract with a qualified offeror that Council selects. If the City is unsuccessful in negotiating a satisfactory contract with the selected offeror, negotiations will cease with that provider. Staff will return to Council so Council may select another qualified offeror and authorize contract negotiations with this provider.

Requested authorization amounts were determined using the departments estimated usage for current programs and locations as well as additional planned programs and locations. Also included is Class 2 waste from Austin Energy. If the City is unable to secure a contract, City facilities will be unable to properly dispose of refuse, recycling and compostable materials.

A complete solicitation package, including a response list, is on file in the City's Purchasing Office and is available on the City's Financial Services Austin Finance Online website. Link: Solicitation Documents

REPUBLIC SERVICES				
	# months	**Contract Amount**	**Contract Amendment**	**Revised Amount**
Original Term	36	$ 7,725,000	n/a	n/a
Extension Option 1	12	$ 3,090,000	n/a	n/a
Extension Option 2	12	$ 3,090,000	n/a	n/a
Extension Option 3	12	$ 3,090,000	n/a	n/a
TOTAL	**72**	**$ 16,995,000**	**$ -**	**$ -**