Purchasing Contract CITY OF AUSTIN RECOMMENDATION FOR COUNCIL ACTION

AGENDA ITEM NO.: 63 AGENDA DATE: Thu 12/16/2004 PAGE: 1 of 1

SUBJECT: Authorize execution of a purchase through the Texas Building and Procurement Commission with their contract vendor TOTER INC., Statesville, NC for the purchase of garbage carts for the Solid Waste Services Department in an amount not to exceed \$382,439.16.

AMOUNT & SOURCE OF FUNDING: Funding is available in the Fiscal Year 2004-2005 Approved Operating Budget of the Solid Waste Services Department.

FISCAL NOTE: There is no unanticipated fiscal impact. A fiscal note is not required.

REQUESTING Purchasing **DEPARTMENT:** for Solid Waste Services;

DIRECTOR'S AUTHORIZATION: Vickie Schubert

FOR MORE INFORMATION CONTACT: Elizabeth Sanchez, Buyer I/974-3266

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: N/A

<u>PURCHASING:</u> Cooperative Purchasing.

MBE / WBE: N/A

This contract is for the purchase of 1,140 (30 gallon), 2,520 (60 gallon), and 6,732 (90 gallon) carts to be issued for the Solid Waste Services Department (SWS), Pay-As-You-Throw Program (Program). The Program requires City of Austin customers to use a City – issued garbage cart for removal of residential garbage. This program began in the Fall of 1993. This contract will provide SWS with a reliable and continuous source of supply for the 30, 60 and 90-gallon carts. Periodically, SWS purchases carts of each size to keep a sufficient supply readily available to replace existing customers' broken carts, or to issue new carts to new customers on an as needed basis.

Toter Inc., Stateville, North Carolina is the cart manufacturer and supplier. Toter is under contract with the Texas Building and Procurement Commission (TBPC) to supply these types/sizes of garbage carts statewide as a result of a competitive bidding process through TBPC. The City has previously purchased garbage carts manufactured by Toter and found them to perform satisfactorily. Purchase of garbage carts from Toter guarantees that all components (i.e. handles, wheels, lids, locking bars, etc.) are interchangeable, thus eliminating component problems associated with items not being in stock or available. Utilizing the TBPC contract provides volume discount pricing and the earliest opportunity to get delivery of the carts.

Toter garbage carts were last purchased from TBPC February 2004 as follows:

<u>Cart Size</u>	<u>Unit-Size-2004</u>	Current Unit Price	Percent Increase*
30 Gallon	\$ 26.60	\$ 27.93	5%
60 Gallon	\$ 34.10	\$ 36.33	6%
90 Gallon	\$ 36.15	\$ 38.48	6%

* Increase due to price increase in plastic and metal.