



AGENDA MEMORANDUM

Action Item for the City Council Meeting November 17, 2020

DATE: November 17, 2020

TO: Peter Zaroni, City Manager

FROM: David S. Lehfeldt, Director of Solid Waste Services
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Supply Agreement for Refuse and Recycling Carts for Solid Waste Services

CAPTION:

Motion authorizing a one-year supply agreement with Rehrig Pacific Company, for the purchase of refuse and recycling carts for Solid Waste Services in an amount not to exceed \$501,858.00; with funding in an estimated amount of \$460,000.00 available in the FY 2021 General Fund.

SUMMARY:

This motion authorizes a one-year supply agreement, through the OMNIA Partners Cooperative Purchasing, to purchase 11,700 carts, consisting of 9,140 brown refuse carts and 2,560 blue recycling carts for Solid Waste Services. Approximately 92%, or an eleven month supply, will be purchased within fiscal year 2021, with the remaining 8% to be budgeted in the fiscal year 2022 annual budget process.

BACKGROUND AND FINDINGS:

Solid Waste Services provides curbside collection service to about 91,000 accounts for garbage, recycling, heavy bush, and bulky items. Residential garbage is set-out in 96-gallon carts weekly, and recycling is set out every two weeks, for collection. Due to the limited space to store carts, the department staggers the receipt of the carts over a 12 month period to coincide with the demand to issue new and replacement carts.

The carts will be distributed to customers who are new, requesting additional containers, and those requesting replacements for damaged and stolen carts. The carts that are damaged and deemed unserviceable are collected and recycled by Solid Waste Services.

Beginning in 2019, Solid Waste Services began issuing brown carts in place of green carts for garbage collection. In most major cities, solid waste collection carts are commonly brown for garbage, blue for recycling, and green for organics. By starting the brown cart replacement process now, the City will be better poised to adopt an organics collection program utilizing the industry standard green carts at a future date.

Since 2002, the entire city has been on an automated collection program with one-man crews who operate trucks with mechanical arms that pick up and dump into the collection trucks. This system provides faster, safer, and more efficient collection service.

This procurement is through the OMNIA Partners Cooperative Purchasing. Contracts awarded through OMNIA Partners Cooperative Purchasing have been competitively procured, in compliance with local and state procurement requirements. The Contracts and Procurement conducted a cost analysis of savings between the cooperative purchase price and the vendor's list price, which concluded with a \$105,812.00 cost savings for overall products.

ALTERNATIVES:

The alternative to securing a supply agreement would be to purchase refuse and recycling carts on an as needed basis, which would be less efficient, more costly, and would have the potential to adversely impact customer service.

FISCAL IMPACT:

The fiscal impact for Solid Waste Services in FY 2021 is an estimated amount of \$460,000.00 for this one-year supply agreement. The remaining cost will be budgeted in future years through the annual budget process.

Funding Detail:

Fund:	1020	General Fund
Organization/Activity:	12510	Refuse Collection
Mission Element:	043	Waste and Brush Collection
Project # (CIP Only):	N/A	
Account:	520130	Maintenance and Repairs
Cost:	\$356,000.00	

Fund:	1020	General Fund
Organization/Activity:	12512	Recycling Collection
Mission Element:	032	Recycling
Project # (CIP Only):	N/A	
Account:	520130	Maintenance and Repairs
Cost:	\$104,000.00	

RECOMMENDATION:

Staff recommend approval of this motion authorizing a one-year supply agreement with, Rehrig Pacific Company as presented.

LIST OF SUPPORTING DOCUMENTS:

Price Sheet
Supply Agreement