

CITY OF TEMPE
REQUEST FOR COUNCIL ACTION

Council Meeting Date: 09/08/2016
Agenda Item: 5B8

ACTION: Approve a one-year contract renewal with Otto Logistics LLC for the transportation and disposal of sludge generated at the Tempe water plants.

FISCAL IMPACT: Total cost of this contract will not exceed \$75,000. Sufficient funds have been appropriated in the Water/Wastewater Fund – cost centers 3013 (Johnny G. Martinez Plant) and 3014 (South Tempe Water Plant) – for the anticipated expenditures.

RECOMMENDATION: Approve the renewal of the contract.

BACKGROUND INFORMATION: (WUD14-032) City Council originally approved the award of a contract to Otto Logistics LLC for the transportation and disposal of sludge generated at the Tempe water plants on September 19, 2013 for an initial two-year contract period with four, one-year renewal options. This renewal request is for the second of four available renewal options.

Water treatment plants produce large quantities of sludge, a semi-solid slurry, during the treatment processes which are necessary to produce clean drinking water. The sludge is dewatered and transported to a waste disposal facility to be landfilled.

Contractor Performance

The performance of Otto Logistics LLC was rated by the Public Works Department as follows:

Criteria	Meets Contract Requirement	Does NOT meet Contract Requirements
Personnel are responsive, cooperative and available	X	
Overall quality of products or services delivered	X	
Timeliness of performance	X	
Quality of follow-up in resolving complaints or problems	X	
Firm's promptness in submitting accurate invoices	X	

Renewal Cost

There is no price increase associated with the renewal.

ATTACHMENTS: None

STAFF CONTACT(S): Brad Fuller, Interim Deputy Public Works Director – Water Utilities, (480) 350-2601

Department Director: Renie Broderick, Internal Services Director
 Legal review by: David Park, Assistant City Attorney
 Prepared by: Tony Allen, CPPB, Procurement Officer