

**CITY OF TEMPE
REQUEST FOR COUNCIL ACTION**

**Council Meeting Date: 12/08/2016
Agenda Item: 5B14**

ACTION: Approve a one-year contract renewal with Otto Environmental Systems for the purchase of 96-gallon refuse containers.

FISCAL IMPACT: Total cost of this contract shall not exceed \$175,000 during the one-year contract renewal period. Sufficient funds have been appropriated in the Solid Waste Fund – cost centers 3713 (Residential) – for the anticipated expenditures.

RECOMMENDATION: Approve the renewal of the contract.

BACKGROUND INFORMATION: (T16-083) City Council originally approved the award of a contract to Otto Environmental Systems for the purchase of 96 gallon refuse containers on December 17, 2015 for an initial one-year period with four one-year renewal options. This renewal request is the first of four available renewal options.

The 96 gallon containers are primarily used for collection of residential waste and recyclable materials. The City currently has approximately 10,700 containers of various sizes and classifications in use throughout the City. The typical life of a container is 10 to 15 years.

Contractor Performance

The performance of Otto Environmental Systems was rated by the Public Works Department as follows:

Criteria	Meets Contract Requirements	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): Tony Miano, Deputy Public Works Director – Field Operations, (480) 350-8051

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