



City Council Memorandum

City of Arts & Innovation

TO: HONORABLE MAYOR AND CITY COUNCIL DATE: AUGUST 6, 2019

FROM: PUBLIC WORKS DEPARTMENT WARDS: ALL

**SUBJECT: PURCHASE OF 14,786 AUTOMATED REFUSE, GREENWASTE AND
RECYCLING CARTS FROM TOTER, INC. IN THE AMOUNT OF \$700,000
THROUGH JUNE 30, 2020**

ISSUES:

Approve the purchase of 14,786 automated refuse, green waste, and recycling carts from Toter, Inc. of Statesville, North Carolina in the amount of \$700,000 through June 30, 2020.

RECOMMENDATION:

That the City Council approve for the purchase of 14,786 automated refuse, greenwaste and recycling carts from Toter, Inc., of Statesville, North Carolina in the amount of \$700,000 plus California State Tax through June 30, 2020 in accordance with Purchasing Resolution 23256, Section 602(e).

BACKGROUND:

The Public Works Department purchases approximately 14,786 automated refuse, green waste, and recycling carts per year for new residences and to replace damaged, lost, or stolen carts for the City's 65,000 residential customers. These purchases are for both City serviced residents and the franchised hauler serviced residents.

DISCUSSION:

At the end of fiscal year 2018/19, cart inventory ran lower than anticipated due to an unexpected increase of residential requests for additional carts and cart replacements for both City and contract hauler customers. To maintain operational continuity, and given delivery lead times to receive carts, staff placed an order in the amount of \$205,212.54 from Toter, Inc. to replenish depleted inventory. Staff anticipates delivery of those carts in late July or early August, which supply will be sufficient for at least the first quarter of this fiscal year. The purchase value of these carts is included in the total requested purchase order amount of \$700,000.

Toter, Inc. holds a Cooperative Agreement (Contract No. 171717-01) with Omnia Partners, the parent organization of National IPA and U.S. Communities. Purchasing Resolution 23256,

Section 602 (e) states that “Competitive procurement through informal procurement and formal procurement process shall not be required in any of the following circumstances: (e) “When Cooperative Purchasing is available and undertaken or when Goods can be obtained through Federal, State and/ or other public entity pricing contracts or price agreements.”

Toter, Inc. is the current provider of automated carts. The carts have proven to be a top quality product with no warranty issues.

The Purchasing Manager concurs that the recommendation is in compliance with Purchasing Resolution No. 23256, Section 602 (e).

FISCAL IMPACT:

The fiscal impact of the purchase of carts in fiscal year 2019-2020 is \$700,000 based on the purchase of 14,786 carts at \$47.34 per cart. Sufficient funds are available in the Public Works Department Solid Waste budget Special Department Supplies account number 4130100-426800.

Prepared by: Kris Martinez, Public Works Director
Certified as to
availability of funds: Edward Enriquez, Chief Financial Officer/Treasurer
Approved by: Rafael Guzman, Assistant City Manager
Approved as to form: Gary G. Geuss, City Attorney

Attachments:

1. Tucson Executive Summary
2. Refuse & Recycling Container Contract #171717-01 – Amendment Number 8
3. Omnia NIPA Letter