

Agenda Report

TO: CITY COUNCIL

June 16, 2003

FROM: CITY MANAGER

SUBJECT: Authorization to increase Purchase Order #16695 with Community Recycling and Resource Recovery by \$50,000 to an amount not-to-exceed \$400,000 to recycle street sweepings and bulky items for the remainder of Fiscal Year 2003 with an option to renew it for fiscal year 2004, pending approval of the budget.

RECOMMENDATION

It is recommended that City Council:

1. Authorize an increase of \$50,000 to Purchase Order #16695 with Community Recycling and Resource Recovery, changing the not-to-exceed amount from \$350,000 to \$400,000 for the remainder of Fiscal Year 2003; and
2. Authorize the issuance of a purchase order contract in the amount of \$200,000 to Community Recycling and Resource Recovery for fiscal year 2004. Competitive bidding is not required pursuant to City Charter Section 1002(H) contracts with other government entities or their contractors. It is further recommended that the City Council grant the proposed purchase order contract an exemption from the competitive selection process of the Competitive Bidding and Purchasing Ordinance pursuant to P.M.C. 4.08.049(B) contracts for which the City's best interests are served.

BACKGROUND

On January 8, 2001, City Council approved the utilization of the Community Recycling and Resource Recovery (CRRR) facility in Sun Valley for processing street sweeping and bulky items for reutilization instead of disposal. The success of these programs exceeded staff's original expectation, and there is a need to increase the \$350,000 purchase order for FY 2002/2003 by \$50,000 to cover costs for additional processing capacity for the remainder of this fiscal year.

Previously, this type of material was taken to Scholl Canyon Landfill for disposal and the City received no diversion credit. Keeping material out of the landfill demonstrates the City's effort to divert as much trash as possible and to comply with the mandates of AB 939 (the Integrated

Waste Management Act of 1989). Increased recycling of street sweepings and bulky items at the CRRR facility was a significant factor in Pasadena's ability to increase its diversion rate to 53% in 2003.

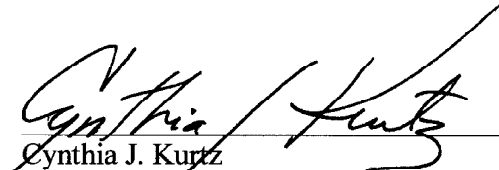
Staff recommends reallocating available funds from the landfill disposal account for processing and recycling this additional material. Since this material was not disposed at the landfill, landfill tipping expenses are reduced and available to transfer to the CRRR purchase order. The costs are about the same whether the material is landfilled or recycled.

Staff plans to rebid this contract for next fiscal year, therefore next fiscal year's purchase order for CRRR only needs funds for a portion of next fiscal year.

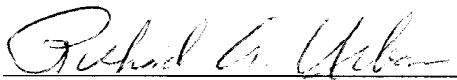
FISCAL IMPACT

Funds are available in the Residential Refuse Budget Disposal and Recycling Contract Services Account 8114-406-764120, for all disposal and recycling costs for the fiscal year.


Respectfully submitted,


Cynthia J. Kurtz
City Manager


Prepared by:


Gerald Weber, Integrated Waste Management Superintendent
Department of Public Works/SMIWM Division

Reviewed by:


Jimmy S. Berryhill, Administrator
Department of Public Works/SMIWM Division

Approved by:


Kerry Morford, Interim Director
Department of Public Works