Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 22

Subject: Authorize award, negotiation, and execution of Amendment No. 1 to the requirements service contract through the State of Texas Procurement and Support Services Cooperative Purchasing Program (State of Texas CO-OP) with LIBERTY TIRE RECYCLING LLC, BAYTOWN, TX, for removal and disposal of scrap tires to increase the contract amount in an estimated amount not to exceed \$29,000 for a revised total estimated contract amount not to exceed \$80,000.

Amount and Source of Funding: Funding in the amount of \$29,000 is available in the Fiscal Year 2009-2010 Operating Budget of the Financial and Administrative Services Department, Fleet Services Fund.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required

For More Information: Lupe Cruz, Buyer I/974-9142

MBE/WBE: This cooperative contract is exempt from the MBE/WBE Ordinance. This exemption is in compliance with Chapter 2-9D of the City Code (Minority –Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this contract.

On December 18, 2009, the City administratively awarded an 8-month requirements services contract to Liberty Tire Recycling LLC, Baytown, TX for removal and disposal of City-owned scrap tires in an estimated amount not to exceed \$51,000.

This proposed Amendment No. 1 will allow Fleet Services to continue to remove and properly dispose of City-owned scrap tires from the City's Tire Shop through the end of the cooperative contract ending on August 31, 2010. The City will establish a new contract for these services prior to the expiration of this contract.

Liberty Tire is registered with the Texas Commission on Environmental Quality (TCEQ) as a transporter, scrap tire facility, storage facility, and processor. Contracting with them ensures that City scrap tires go directly to the final disposer and are disposed of in an environmentally friendly manner. Liberty Tire shreds and grinds scrap tires into clean recycled rubber of various sizes for use as fuel or to incorporate into advanced rubber-based products, such as artificial sports fields and tracks, rubber mulch, road asphalt, railroad ties, and auto parts.