

**Posting Language**

Authorize award and execution of a multi-term contract with T7 Enterprises LLC D/B/A Reliable Tire Disposal, to provide recycling of tires and rubber including removal, diversion, and transportation services, for up to five years for a total contract amount not to exceed \$425,000.

(Note: This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program. For the services required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

**Lead Department**

Purchasing Office.

**Client Department(s)**

Austin Resource Recovery; Aviation; Fleet Services.

**Fiscal Note**

Funding in the amount of \$7,083 is available in the Fiscal Year 2017-2018 Operating Budget of multiple City departments. Funding for the remaining contract terms are contingent upon available funding in future budgets.

**Purchasing Language:**

The Purchasing Office issued an Invitation for Bids (IFB) 7800 SLW1003 for these services. The solicitation issued on May 14, 2018 and it closed on May 31, 2018. Of the two offers received, the recommended contractor submitted the lowest responsive offer. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: [Solicitation Documents](#).

**Prior Council Action:****For More Information:**

Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or [AgendaOffice@austintexas.gov](mailto:AgendaOffice@austintexas.gov)

NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized Contact Persons: Sandy Wirtanen, at 512-974-7711 or [sandy.wirtanen@austintexas.gov](mailto:sandy.wirtanen@austintexas.gov) or Georgia Billela, at 512-974-2939 or [georgia.billela@austintexas.gov](mailto:georgia.billela@austintexas.gov).

**Council Committee, Boards and Commission Action:**

August 8, 2018 - To be reviewed by the Zero Waste Advisory Commission.

**Additional Backup Information:**

The contract will allow the Fleet Services and Aviation Departments to continue to remove and properly recycle City-owned scrap tires from City service centers. Austin Resource Recovery will use the contract to recycle tires received from Austin residents during collection activities. The tires collected will be diverted from landfills, helping the City meet the Zero Waste goals.

T7 Enterprises LLC D/B/A Reliable Tire Disposal is licensed by the Texas Commission on Environmental Quality as a transporter, scrap tire facility, storage facility, and processor. Contracting with them ensures that

City scrap tires go directly to the final recycler and are recycled in an environmentally friendly manner. The contractor shreds and grinds scrap tires into clean recycled rubber of various sizes to incorporate into advanced rubber-based products, such as artificial sports fields and tracks, rubber mulch, road asphalt, railroad ties, and auto parts.

The current contract expires on August 31, 2018. The requested authorization amount was determined using departmental estimates based on historical spend. The Contractor is certified with the State of Texas as a Historically Underutilized Business.

**Contract Detail:**

<b><u>Contract Term</u></b>	<b><u>Length of Term</u></b>	<b><u>Contract Authorization</u></b>
Initial Term	2 yrs.	\$170,000
Optional Extension 1	1 yr.	\$ 85,000
Optional Extension 2	1 yr.	\$ 85,000
Optional Extension 3	1 yr.	\$ 85,000
<b>TOTAL</b>	<b>5 yrs.</b>	<b>\$425,000</b>

**Note:** Contract Authorization amounts are based on the City's estimated annual usage.