



Recommendation for Action

File #: 22-3212, Agenda Item #: 7.

11/15/2022

Posting Language

Authorize an amendment to a contract with Employee Owned Nursery Enterprises Ltd d/b/a Organics by Gosh for continued organics processing services, to increase the amount by \$1,500,000 for a revised total contract amount not to exceed \$5,130,000.

[Note: This contract 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 contract, there were no subcontracting opportunities; therefore, no subcontracting goals were established].

Lead Department:

Financial Services Department.

Client Department(s):

Austin Resource Recovery.

Fiscal Note:

Funding in the amount of \$1,073,520 is available in the Fiscal Year 2022-2023 Operating Budget of Austin Resource Recovery. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

Contract Amendment.

Prior Council Action:

October 3, 2019 - Council approved the original contract, item 19, on a 10-0 vote with Council Member Harper-Madison off the dais.

For More Information:

Inquiries should be directed to Sandy Wirtanen, at 512-974-7711 or sandy.wirtanen@austintexas.gov [<mailto:sandy.wirtanen@austintexas.gov>](mailto:sandy.wirtanen@austintexas.gov).

Council Committee, Boards and Commission Action:

November 9, 2022 - To be reviewed by the Zero Waste Advisory Commission.

Additional Backup Information:

The contract is critical for processing organic and food waste material from the City's curbside compost collection program. Austin Resource Recovery has used funds at a quicker pace than projected due to higher-than-expected price increases as well as a high volume of organic material generated in Fiscal Year 2021 due to the winter storms. The additional funds will be used to cover needs through the remainder of the contract term.

Contract Detail:

Contract Term	Length of Term	Current Contract Authorization	Requested Additional Authorization	Revised Total Authorization
Initial Term	3 yrs.	\$2,178,000		\$2,178,000
Extension Option 1	1 yr.	\$ 726,000	\$1,500,000	\$2,226,000
Optional Extension 2	1 yr.	\$ 726,000		\$ 726,000
TOTAL	5 yrs.	\$3,630,000	\$1,500,000	\$5,130,000

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

Strategic Outcome(s):

Health and Environment.