



Subject: **Agreement with R3 Consulting Group, Inc. for Services Pertaining to Recycle Plus**

Council Agenda: 4-26-11
Item: 2.7

City Council Action Request

Department: Environmental Services	CEQA: Not a Project PP10-066	Coordination: City Attorney's Office	CMO Approval: <i>[Signature]</i>
			Dept. Approval: /s/ John Stufflebean

RECOMMENDED ACTION:

Approve the 7th amendment to the Agreement for Consultant Services between the City of San Jose and R3 Consulting Group, Inc. to provide solid waste consulting and rate modeling services to the Environmental Services Department, extending the term through June 30, 2012. No additional funding is requested for the contract amount not to exceed \$730,000.

BASIS FOR RECOMMENDATION:

This amendment is necessary to allow R3 Consulting to continue the upgrade work needed on the Integrated Waste Management rate model to account for the programmatic and financial advantages of the new Recycle Plus solid waste hauler agreements, approved by Council on June 22, 2010. This work had been suspended due to commitment of Staff time to preparing the new agreements with existing providers for Recycle Plus Program services.

The existing agreement is being updated with the current insurance requirements and is being extend one year to June 30, 2012. Staff is committed to reducing the costs of meetings, transportation, meals and lodging through reliance on e-mail and/or telephone communications to accomplish the objectives outlined in the agreement to the extent possible.

R3 Consulting Agreement Chronology

	<i>Date Modified</i>	<i>Action</i>	<i>Monetary addition</i>
R3 Agreement	11/17/2005	11/28/2005-11/30/2006	\$100,000
1 st Amendment	2/22/2006	Extend time to 6/30/2007 - Modification to scope of service	\$200,000
2 nd Amendment	12/05/2006	Extend time to 12/31/2007 - Modification to scope of service	\$100,000
3 rd Amendment	9/04/2007	Extend time to 12/31/2008 - Modification to scope of service	\$200,000
4 th Amendment	12/05/2008	Extend time to 6/30/2009 - No revision to scope of service	\$0
5 th Amendment	6/02/2009	Extend time to 12/31/2010 - Modification to scope of service	\$130,000
6 th Amendment	12/17/2010	Extend time to 6/30/2011 - No revision to scope of service	\$0
7 th Amendment	Proposed	Extend time to 6/30/2012 - No revision to scope of service	\$0
Total			\$730,000

COST AND FUNDING SOURCE:

Funding to complete the rate model upgrade project was approved by Council during the 2008-2009 mid-year budget process.

The hourly compensation rates for this amendment will be the same as those that were in place when the original agreement was executed in December 2005.

Fiscal Impact: Existing funds are available. No additional appropriation action is required. No impact to the General Fund will result from recommended action.

FOR QUESTIONS CONTACT: Jo Zientek, Deputy Director, at (408) 535-8557.