

STATEMENT OF BUDGET IMPACT
(Policy Number 94-45)
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: May 21, 2018

File: BIS 18 – 185

File: TMP-2018-303

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, APPROVING AND AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE THE ATTACHED FIRST AMENDMENT TO THE SOLID WASTE DISPOSAL SERVICES AGREEMENT WITH PROGRESSIVE WASTE SOLUTIONS OF FL., INC. D/B/A WASTE CONNECTIONS OF FLORIDA.

Statement of Budget Impact:

1. ☐ No Budget Impact associated with this action;
2. ☒ Sufficient budgetary resources identified/available;
3. ☐ Budgetary resources not identified/unavailable;
4. ☐ Potential Revenue is possible with this action;
5. ☒ Will not increase the cost of Housing;
6. ☐ May increase the cost of Housing; (CDAB review required)

Explanation:

This Resolution seeks the approval of and authorization for the appropriate City Officials to enter into the first amendment to the solid waste disposal services agreement with Progressive Waste Solutions of Fl., Inc. d/b/a Waste Connections of Florida, "Waste Connections". Previously on July 3, 2013 the City Commission via Resolution R-2013-168 approved the issuance of a blanket purchase order to Waste Connections for solid waste disposal services for an initial 5 year term with an option to renew for 2 additional 5 year renewal periods. Since the approval of this resolution, the Public Works Department has been directed to conduct a solid waste service analysis for solid and commingled waste collection services provided to City residents. The current contract will expire on July 3, 2018 unless renewed for the 1st of 2 renewal options.

The City has engaged an outside consultant to review and analyze the existing service contracts between the City and various waste collection services to determine the best options for the City for waste collection services. Rather than renew the existing solid waste collection services agreement, the City and Waste Connections have worked put an interim agreement to continue solid waste collection services through July 31, 2019 to provide sufficient time for the outside consultant to complete its study without having to lock the City into a 5 year renewal period.

The interim agreement will provide the same level of solid waste collection services provided currently to the City. However, the solid waste disposal fees will be increased from the current \$41.08 per ton to \$45.82 per ton or an increase of \$4.74 per ton, an 11.5% increase over the current rate.

Based upon the outcome and recommendations of the study, Waste Connections has agreed to permit the City to exercise a 5 year renewal under the original agreement's terms and conditions and disposal fees subject to any applicable CPI adjustments with the applicable rates reverting back to the rates in place at the time of the renewal on July 3, 2018 plus any agreed upon rate adjustments.

Funding for the projected costs to provide solid waste collection services and disposal under the interim agreement for the balance of FY 2018 is available in accounts #45.5121.00000.534.004360 and #45.5121.00000.534.004631. Funding for the continuation of the interim agreement into FY 2019 will be requested as part of the FY 2019 operating budget for the Sanitation Enterprise Fund (45), subject to the approval of the City Commission.

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PREPARED AND APPROVED BY:

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