

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

Date: August 22, 2019

BIS 19 – 274

FILE: TMP-2019-554

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, APPROVING AND AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE AN AGREEMENT WITH WASTE PRO OF FLORIDA, INC. FOR SOLID WASTE COLLECTION, RECYCLABLES COLLECTION, YARD WASTE/BULK WASTE COLLECTION AND YARD WASTE/BULK WASTE DISPOSAL FOR AN ESTIMATED ANNUAL AMOUNT OF \$9,410,955.00; DECLARING THAT IT IS IN THE BEST INTEREST OF THE CITY TO WAIVE COMPETITIVE BIDDING PURSUANT TO SECTION 38.40(C)(8) OF THE PURCHASING ORDINANCE.

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 authorizes an agreement with Waste Pro of Florida, Inc. for an estimated annual amount of \$9,410,955. The agreement provides collection services of solid waste, recyclables, and yard/bulk waste as well as the disposal of yard/bulk waste. The current agreement expires September 30, 2019. The new agreement is for a ten year term with one additional renewal option for three years.

The monthly rate for collection and disposal services is \$22.63 per residential unit. This rate includes: a monthly base rate of \$20.49 per residential unit for collection services, a

monthly rate of \$1.66 per residential unit for yard waste disposal services, and a monthly rate of \$.50 per residential unit for bulk waste disposal.

Effective October 1, 2020, an annual service fee adjustment will be applied as follows:

- 9.95% effective October 1, 2020
- 7.50% effective October 1, 2021
- 4.00% effective October 1, 2022
- Rate adjustments in subsequent years will be based on a combination of the prior year's Consumer Price Index (90%) and the prior year's Fuel Index (10%).

The rates for the services stated above does not include the full cost of providing sanitation services such as administration and operating costs, solid waste disposal fees, recycling processing fees, and Broward County's fees for household hazardous waste services. The separate fiscal impact statement will be included in the companion agenda item (TMP-2019-167).

Funding for this agreement will be provided in the FY 2020 Operating Budget within the Department of Public Works, Environmental Services Division, and (Fund 445) Account Number 445.520101.53400.531170.000000.000.000 subject to the approval and adoption of the FY 2020 Operating Budget as well as approval of the companion agenda item (TMP-2019-167) setting the adjusted monthly residential rate. Additional funding may be requested in subsequent fiscal years' operating budget development process.

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