

6-4-13
PUR-5
REVISED

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CITY OF FORT LAUDERDALE
City Commission Agenda Memo
REGULAR MEETING

#13-0770

TO: Honorable Mayor & Members of the
Fort Lauderdale City Commission

FROM: Lee Feldman, ICMA-CM, City Manager

DATE: June 4, 2013

TITLE: REVISED PUR-5 - Motion to 1) enter into an Interlocal Agreement with Broward County for cooperative purchasing of solid waste disposal support services, 2) ~~a motion to piggyback Agreement between Town of Southwest Ranches and Sun Bergeron Solid Waste Services, JV (Sun Bergeron) for recyclable processing services,~~ and 3) 2) a motion to reject all proposals for solid waste processing and disposal services – Request for Proposals (RFP) 635-11066

Recommendation

1) In cooperation with Broward County it is recommended that the City Commission approve a motion authorizing the City to enter into an Interlocal Agreement (ILA) as a participating community for solid waste disposal support services for garbage services, yard waste services and bulk trash services pursuant to Code of Ordinance Section 2-198 – Cooperative purchasing, contingent upon approval of item ~~3~~ 2) above. Staff recommends participating in the County's centralized billing option and does not recommend joining the County's flow control enforcement.

Staff Recommendations as detailed in Exhibit C of the ILA:

- Garbage Disposal: Wheelabrator (\$42 per ton)
- Bulk Waste Disposal: Wheelabrator (\$33 per ton)
- Yard Waste Disposal: Sun Bergeron (net \$27 per ton)

~~2) It is recommended that the City Commission approve a motion to piggyback agreement between Town of Southwest Ranches and Sun Bergeron for recyclable processing services, utilizing City contract (Exhibit 5) in substantially the form attached. Exhibit 4 – Agreement between the Town of Southwest Ranches and Sun-Bergeron Solid Waste Services, JV and Exhibit 5 – Agreement between Sun-Bergeron and the City are deleted in their entirety.~~

~~3) 2)~~ It is recommended that the City Commission approve a motion to reject all proposals for disposal of residential and commercial garbage services, processing/composting of residential yard waste, processing/disposal of residential bulk trash, program recyclables services and alternate proposal for construction and debris

disposal – Request for Proposals (RFP) 635-11066, contingent upon approval of item 1.

Background

On July 2, 2013, the City of Fort Lauderdale will end its contractual relationship with Broward County under the ILA dated November 25, 1986 for garbage disposal and recyclables processing. The County has proposed a new ILA for solid waste support services which provides the City the option of becoming a participating community and thereby having the discretion to select a disposal company, including multiple price and waste options. The new ILA also requires the City provide a means for flow control enforcement to the facility of choice along with addressing monthly billing. As part of the cooperative purchasing arrangement with the County, staff recommends participating in centralized billing at a cost of \$11,726.10 annually. In this arrangement, the disposal facility bills the County directly and after the County verifies the disposal tickets that summarized bill is then passed onto the City.

~~The Town of Southwest Ranches agreement for program recyclables results in \$34.51 per ton revenue to the City or approximately \$276,000 annually.~~

Staff is currently reviewing the best options for a program recyclables processing contract.

The City along with the communities participating in the previous ILA have been given the opportunity to select Wheelabrator (before June 30, 2013) as their disposal facility resulting in a loyalty payment of \$1,544,850 based on historical tons processed. This loyalty payment would be accepted at a future date through a separate Commission agenda memo.

On November 21, 2012 staff issued RFP 635-11066 for solid waste processing and disposal services. On January 23, 2013 three proposals were received for garbage, yard waste and bulk trash. One proposal was received for program recyclables and one alternate proposal was received for construction and debris disposal.

The current contract for construction and debris disposal with Sun-Bergeron at \$25.94 per ton will remain through February 2014.

Resource Impact

There will be a fiscal impact to the City as follows:

<u>Fiscal Impact to the City -</u>	<u>One Year</u>	<u>Five Years</u>
Residential garbage:	\$1,771,308	\$8,856,540
Yard Waste:	\$540,000	\$2,700,000
Bulk Waste:	\$528,000	\$2,640,000
Centralized Billing:	\$11,726.10	\$58,630.50
<u>Positive Fiscal Impact to the City: -</u>	<u>One Year</u>	<u>Five Years</u>
Program recyclable processing:	\$276,000	\$1,380,000
Wheelabrator loyalty payment	\$1,544,850	

Future expenditures are contingent upon approval and appropriation of the fiscal years 2014 through 2017 annual budgets.

FUNDS AVAILABILITY LOCATION:

FY	FUND	SUB FUND	FUND NAME	INDEX #	INDEX NAME	SUB OBJ #	SUBJECT NAME	AMOUNT
2013	409	01	Sanitation	PBS090201	Collections	3228	Disposal	\$462,000
2013	409	01	Sanitation	PBS090301	Bulk Programs (Clean Yard Waste)	3255	Solid Waste Disposal	\$135,000
2013	409	01	Sanitation	PBS090301	Bulk Programs (Bulk Waste)	3255	Solid Waste Disposal	\$132,000
2013	409	01	Sanitation	PBS090201	Collections (Centralized Billing)	3299	Other Services	\$2,181.53
2013	409	01	Sanitation	PBS090301	Bulk Programs	3299	Other Services	\$1,110.00
TOTAL								\$732,291.53

FY	FUND	SUB FUND	FUND NAME	INDEX #	INDEX NAME	SUB OBJ #	SUBJECT NAME	AMOUNT
2013	409	04	Sanitation	PBS010504	Finance - Sanitation	J186	Recycling Income	\$69,000

Attachments

- Exhibit 1 - Broward County Interlocal Agreement
- Exhibit 2 - Wheelabrator Solid Waste Agreement
- Exhibit 3 - Wheelabrator Loyalty Offer
- Exhibit 4 - ~~Agreement between Town of Southwest Ranches and Sun-Bergeron Solid Waste Services, JV~~
- Exhibit 5 - ~~Exhibit 5 - Agreement between Sun-Bergeron and the City~~

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