BILL 2016-41

****** Second and Final Reading ******

AGENDA ITEM

TO: Mayor and City Council

FROM: Public Works Director

DATE: September 6, 2016

RE: **Solid Waste Contract Extension**

The current Residential Solid Waste Collection Contract, with R & W Container commenced October 1, 2012 and expired September 30, 2014. The original contract contains a provision for two additional two-year terms. The contract states, "At the option of the City, the contract may be extended for a second term and, at the option of the City for a third term, at the negotiated price or prices submitted by Contractor for such second and third terms"

The contract rates started at $8.93 per month for each residential dwelling unit, with an increase to $9.00 per month in 2014. The proposed increase for this extension is $1.00, bringing the total to $10.00 per month, per unit, for the period of October 1, 2016 through September 30, 2018. The other increase is for the collection and disposal of large bulky rubbish. The initial rate in 2012 was $30.00 per ton, with an increase to $40.00 per ton with the 2014 extension. The proposed increase for this extension is $25.00 for a total of $65.00 per ton for the collection and disposal of large bulky rubbish.

All other aspects of the contract will remain the same including weekly collection of unlimited solid waste containers for residential dwelling units, weekly collection of city facilities, weekly collection of seasonal park facilities, and a monthly curbside collection of large bulky rubbish. The contract also includes a provision that residents have the option to contract individually with the contractor to provide a seasonal weekly curbside collection of yard waste, as well as a permanent year round yard waste drop-off site for residents.

The dollar amount of increase on the large and bulky items combined with the increase in tonnage will be more than we collect from residents. Using the last year's tonnage rates, we estimate a deficit of $5,000 annually. However, we believe the fund can handle the deficit for the remaining two years of the contract. This will be one of the items we can review when the contract is bid in two years.

Staff recommends approval of the second extension of the contract with R & W Container with the submitted price increase of $1.00 per residential dwelling unit and $25.00 per ton on the large bulky item collection.

Bill 2016-41

AN ORDINANCE OR THE CITY OF CAMERON, CLINTON AND DeKALB COUNTIES, MISSOURI AUTHORIZING THE CITY MANAGER TO EXTEND THE SOLID WASTE COLLECTION CONTRACT WITH R & W CONTAINER FOR RESIDENTIAL WASTE COLLECTION FOR A SECOND AND FINAL TWO-YEAR TERM

WHEREAS, the City of Cameron and R & W Container entered into a two-year contract for residential solid waste collection on October 1, 2012, and the first two year extension October 1, 2014; and

WHEREAS, the current contract allows the option to extend for two additional two-year terms at a mutually agreed upon pricing; and

WHEREAS, following review of said contract price revisions, staff recommends entering into the second two-year contract extension R & W Container at the negotiated price of $10.00 per residential dwelling unit and $65.00 per ton for the bulky large item collection.

NOW THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CAMERON, CLINTON AND DeKALB COUNTIES, MISSOURI AS FOLLOWS:

Section 1. The City Manager is hereby authorized to extend the contract with R & W Container for Residential Waste Collection for a second and final two-year term.

Section 2. The Mayor is hereby authorized to sign this Ordinance on behalf of the City of Cameron.

Section 3. The City Clerk is hereby directed to attest to the Mayor's signature.

Passed and approved on first reading this 6th day of September 2016.
Passed and approved on second reading this 19th day of September 2016.
Passed and approved on third and final reading this 19th day of September 2016.

Second and Final Reading

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Mayor Jerri Ann Eddins

ATTEST:

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City Clerk/Finance Clerk