

## Interoffice Memorandum City of Green

## Public Service Department

**To:** City Council

Cc: Mayor Neugebauer, Lisa Carey Dean – Law Director

From: Valerie Wax Carr, Director of Public Service

**Date:** Nov. 16, 2020

**Subject:** Trash Hauler Contract

The City of Green authorized a single service trash hauler via ordinance 1060.03, adopted March 11, 2003. Kimble is the current provider in their tenth year of service to the City. The contract was for a 5-year period, with 5 one-year renewals. The current contract is set to expire on Dec. 31, 2020. Corresponding rate increases were set in the original contract. As you can imagine many factors changed over the last 10 years in the way of service delivery, recycling, yard waste, not to mention COVID.

Over the last several months the City reviewed its options for a new trash hauler contract. These options included:

- (1) An <u>extension</u> on the current contract until issues with COVID settled down. This would allow us to prepare a full bid. It would also allow us to move our contract beginning and end date into the spring that would allow for a better transition time for the residents if that contract vendor changes.
- (2) A <u>full</u> bid. Many other communities had bid in the last year or had an existing contract for the next 5-years. This gave us some insight on what prices would be likely. Please be aware that our current pricing was set in place 10 years ago. Therefore, we will see a price increase. The market rate currently is showing pricing from approximately \$17.00 to \$20.00 for full service.
- (3) Invoke a "<u>piggyback</u>" or shared contract option. The Law Director has reviewed this option as a legal option. Shared contract options were reviewed from the Kimble, Republic, and Waste Management. However, due to timing this option is not viable for now.

We have discussed an extension with Kimble, and we have agreed to an extension through March 31, 2021 at current pricing. We feel this is the best option to maintain current pricing for

the residents in the midst of COVID; allows us time to prepare a new bid; and allows our contract to begin and end in the spring. Therefore, we are requesting that we discuss the legislation regarding an amendment to our trash contract on **Nov 24** and are **asking for first reading passage**.